STATE OF CALIFORNIA

MEETING OF THE

CALIFORNIA INSPECTION & MAINTENANCE REVIEW COMMITTEE

Tuesday, June 27, 2006

California Air Resources Board

1001 I Street, Coastal Hearing Room

Sacramento, California

1	MEMBERS PRESENT:
2	VICTOR WEISSER, Chairman
3	JUDE LAMARE
4	JEFFREY WILLIAMS
5	ROGER NICKEY
6	BRUCE HOTCHKISS
7	ROBERT PEARMAN
8	GIDEON KRACOV
9	PAUL ARNEY
10	JOHN HISSERICH
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12	MEMBERS ABSENT:
13	ELDON HEASTON
14	TYRONE BUCKLEY
15	DENNIS DECOTA
16	
17	ALSO PRESENT:
18	ROCKY CARLISLE, Executive Officer
19	JANET BAKER, Administrative Staff
20	STEVE GOULD, IMRC Consultant
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PROCEEDINGS

CHAIR WEISSER: Okay, I want to welcome everybody to this June 27, 2006, meeting of the Inspection and Maintenance Review Committee. I hope each and every one of you are enjoying this Spring-Summer as much as I am because it's been glorious. The first order of business, I'd like to ask Committee Members to introduce themselves and we'll start from the far left.

MEMBER NICKEY: Roger Nickey.

10 | MEMBER KRACOV: Gideon Kracov.

MEMBER ARNEY: Paul Arney.

12 | MEMBER HISSERICH: John Hisserich.

MEMBER WILLIAMS: Jeffrey Williams.

14 | CHAIR WEISSER: I'm Vic Weisser, the Chair.

15 | MEMBER LAMARE: Jude Lamare.

16 | MEMBER PEARMAN: Robert Pearman.

MEMBER HOTCHKISS: Bruce Hotchkiss.

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CHAIR WEISSER: Very good. Our first order of business is to approve the minutes from our last meeting two months ago on April 25th. Have the Committee Members had a chance to review those minutes? Are there are any suggested revisions? Can we have a motion from someone to approve the minutes? John makes a motion, seconded by Jeffrey to approve the minutes. Is there any discussion? Hearing

none, all in favor signify by saying aye.

ALL MEMBERS: Aye.

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CHAIR WEISSER: Anyone opposed? None opposed, the motion is carried unanimously.

Our next order of business before escorting Len out will be an Activity Report from our Executive Officer. Now some of you, before Rocky gets started, some of you might be wondering why we have these cleansing agents up here and also at the speakers' table. Apparently it's because the government correctly asserts that one of the leading causes of the spread of colds, the flu, and other sorts of viruses and bacteria is dirty hands. Dirty hands touch things that are out in the public domain like microphones, which are in turn touched by other dirty hands and people feed themselves M&Ms and you ingest somebody else's germs. So the Administration, I guess, has asked all state facilities, particularly those that are public to provide opportunities for disinfection. So you have these Clorox wipes. You can get them for like six boxes for five bucks at Costco. They're inexpensive and you can use them And we also have to wash your hands, a hand sanitizer, but we do discourage people stripping down and taking baths and showers here at this meeting. But please feel free to use these as you so deem necessary. Carlisle, your report, please?

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Thank you, Mr. Chairman, Members of the MR. CARLISLE: Committee. First of all, back in May, we finalized the infamous response to Assemblywoman Shirley Horton. That was mailed off on May 2nd. It's my understanding through various sources it's getting a lot of play in the Governor's Office and the State and Consumer Service Agency and various other entities, both public and private, so that is out I also worked with Dan Shaw on AB1870, the Smoke there. Bill. As you may know, that recently passed through the Senate Transportation Committee with some minor amendments. I worked with Steve Gould and Jeffrey Williams to complete the vehicle registration analysis and Jeffrey is going to give a presentation on that this morning. It's got some fascinating findings so far. We're not done with it, it's still a work in progress, but it's got some good information. I also completed the draft report and sent copies to the Committee Members about two weeks ago for comments and I have received a number of comments. not as yet incorporated those into the report because I didn't want everybody today to have a different copy that they hadn't read. So there's a number of good recommendations I might add, and there's other issues that we may want to include in this report. I also had a call from Jennifer Gress (phonetic) with the Senate

Transportation Committee on two issues; one was the fuel evaporative testing procedure, and also, the Smoke Bill. we had a discussion and there was a minor amendment like I say, recommended by her, but I don't think it's a problem for the Smoke Bill. Dennis DeCota also called me, one of our Committee Members, and wanted to discuss a couple of other items for the report, not necessarily this report. suggestion was instead of further delaying this report, that we get this one concluded and then delve into those other But the issues are those that we've been talking about for some time. For example, quantifying the effectiveness of test-only, test-and-repair, and Gold Shield, looking at the high-emitter profile to see how accurate it was and things like that. I have included those on the subcommittee assignments for discussions when we get into the report this morning. And last, but certainly not least, as you already mentioned, we did purchase the hand sanitizer and the sanitary wipes for the equipment so anybody's free to use those as they see fit. And that

21 CHAIR WEISSER: Any questions? Rocky, are you going to give us
22 any more information on legislative activity?

MR. CARLISLE: That's where I was going next.

concludes the Activity Report.

CHAIR WEISSER: Thank you.

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MR. CARLISLE: There's a number of bills that are still active, amazingly. One is Assembly Bill 226; that's the Technician Training Fund. I've actually mischaracterized that in my remarks. What I meant to say was that fund, first of all, does set aside ten percent of the VERF reserve fund for reimbursing community colleges and public institutions that deal with automotive technology. But the \$100,000 is really for BAR to administer that fund. The schools are essentially - they can be reimbursed for as much as ten percent or \$50,000, whichever is greater. And that too, passed the Senate Education Committee the other day and it's on to the Senate Appropriations Committee.

CHAIR WEISSER: Before you move on Rocky, I note that we have not taken a position on this bill to date?

MR. CARLISLE: We have not. We had discussed it a while back, but there had been no motion to take a position on it as yet.

CHAIR WEISSER: Do you have a recommendation to this Committee regarding this bill?

MR. CARLISLE: I don't know the exact amount of money, but it seems to me it would be worthwhile since they can be reimbursed for expenses. And as a result, I think it would be worthwhile to support this bill.

CHAIR WEISSER: Does the Bureau have a position on the bill?

MR. CARLISLE: That I do not know.

1 CHAIR WEISSER: Is there anyone in the audience from the Bureau 2 who could enlighten us in that regard? This is on AB226. 3 MALE: (inaudible) 4 CHAIR WEISSER: So the fundamental question is does this 5 Committee support the notion of providing a slice of the 6 VERF to support technician training for folks to enter or to 7 build upon their skill set in order to be qualified 8 automotive technicians; is that correct? 9 MR. CARLISLE: Yes. The only difficult portion of this bill is 10 the committee - it sets aside to administer and approve the 11 It is a committee, it's the BAR Advisory Group and 12 basically the way the bill is cast currently, they have to 13 basically recommend and approve the funds. 14 CHAIR WEISSER: And you don't think that's a good idea? 15 MR. CARLISLE: Well, I don't know that that's - you know, if you 16 have special interests on that committee, which there's

CHAIR WEISSER: Our next meeting is July 20-something or other, right?

know if it's the best methodology.

going to be because it sets out specific positions, I don't

MR. CARLISLE: Correct.

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CHAIR WEISSER: And it's likely this bill will be - what is the likelihood that the bill will have moved by then? Well, I guess, Rocky, what I'd suggest is we further explore with BAR their thoughts regarding the measure and bring this back

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to us with your recommendation regarding whether or not we should take a position, including your judgment associated with the use of this Committee, rather than the Chief of BAR as the dispensing agent. I can understand why it might be desirable to have a committee that has interests represented involved in the allocation, but I guess you have a concern that those interests in fact, might end up skewing how the funds get approved and that's something that we need to consider. Robert?

MEMBER PEARMAN: Just a question. Is to also find out,

presumably there might be more than \$100,000 worth of people
requesting reimbursement, so do they have criteria to figure
out how to prioritize or decide in limited fund situations
who would get it? It would be helpful to know in terms of
how this other committee might be -

MR. CARLISLE: If I'm not mistaken, the \$100,000 is to administer the program. That's not the amount of disbursements that are allowed.

CHAIR WEISSER: It's just misworded.

MEMBER PEARMAN: Oh, okay. Do you have some sense of what amount they're talking about?

MR. CARLISLE: Not at this time, no.

CHAIR WEISSER: Well, how much is in the VERF now, how much does the VERF get annually, about?

MR. CARLISLE: It's over - I think the VERF itself is about

\$80 million.

CHAIR WEISSER: It would be \$8 million dollars?

MR. CARLISLE: As the reserve fund. I don't know what the

4 reserve fund is. That's what I'm lacking.

CHAIR WEISSER: Okay. So we need to get a better sense of how much money we're talking about. I personally am quite supportive of the notion of using a slice of the VERF to invest in technician training because I think the success or failure of this program rests in large part on having a highly qualified group of people who work on automobiles. I want to hear more about your concerns associated with the use of the Advisory Committee as the allocating agent or as a part of the allocation process. Another thing I'd suggest is just to send a PDF of the bill out to everyone on the Committee so they get a chance to actually look at it.

MR. CARLISLE: Okay.

CHAIR WEISSER: And if you would chat with the staff of the next committee it's going to or the - I guess it got out of policy, so the policy committee to see what they're analysis was. I'd like to see that, too.

MR. CARLISLE: Okay.

CHAIR WEISSER: Okay? Okay. Please move on.

MR. CARLISLE: The next bill is Assembly Bill 386 by

Assemblywoman Lieber that seeks to move authority for the

Smog Check Program from the Bureau of Automotive Repair to

the Air Resources Board. As I understand it, there's been absolutely no movement on that. It's kind of fallen out of favor and so I don't think that's going anywhere at this time.

CHAIR WEISSER: I think like the wicked witch of the west, it's

- was it really dead; truly, really dead? How does that go?

The idea lingers.

MR. CARLISLE: Yes, the idea is still out there.

CHAIR WEISSER: Okay.

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MR. CARLISLE: The next one is Assembly Bill 578 by Horton. the Horton Bill would require BAR to evaluate all Smog Check stations on a quarterly basis. That was originally going to allow some of the directed vehicles to be tested the first time at Gold Shield, but that one had been withdrawn. The hearing was canceled at the request of the author and it's my understanding that that one is going nowhere at this The next bill is 1870 by Assemblywoman Lieber again and that's the visible smoke test that holds a lot of promise. It did get a minor amendment in committee. one that everybody was trying to keep out was low-income waiver and the low-income waivers administered at this time is if a low-income consumer has an estimate of \$250, they get a waiver, so absolutely no money has to be spent. since CAP is out there, there's a much larger benefit for the Consumer Assistance Program, the vehicle could go

through the CAP program. But essentially, the way this works now is if a vehicle fails for the smoke test, it can receive up to \$1,500 in repairs. Actually, BAR will pay up to \$1,500 or 90 percent of the repair bill. If the worth of the vehicle is less than the cost of repairs, then they will pay anywhere from 50 to 75 percent of the total repair cost. So there's a significant benefit to that. I haven't talked to anybody from Senate Appropriations, but when I talked to Assemblywoman Lieber's office, they're fairly certain that this is going to pass.

CHAIR WEISSER: Does the Bureau have a position on this, if you could nod your head?

MALE: (inaudible)

CHAIR WEISSER: Okay. Is there an unofficial position that you'd care to share with us?

MALE: (inaudible)

CHAIR WEISSER: The Bureau is responding in their very diplomatic way. It would be always helpful for us to know if you have any thoughts that we should be aware of regarding measures like this. This has gotten complicated. In order to deal with the cost implications, particularly for low-income people, but I still think it's headed generally in the proper way.

MR. CARLISLE: One other important provision of this bill that - again, it got through the Senate Trans, was that it

eliminates the test-only qualification for CAP repairs and as a result, I haven't done the cost comparison, but I wouldn't be at all surprised if that one benefit more than pays for the increased cost of failing smoking vehicles.

Because over 50 percent of the CAP cars now are test-only eligible and not low-income eligible.

CHAIR WEISSER: Just for clarity and for the record, what that

means is that a very wealthy person who is directed to a

test-only station gets subsidized by the State for any

repairs that might be required if his vehicle or her vehicle

fails; is that right?

MR. CARLISLE: Yes.

CHAIR WEISSER: A terrible waste of money, of public funds.

MR. CARLISLE: Okay. AB1997 is the next one. That is basically a pilot program in the San Joaquin Valley to address gross-polluting vehicles. It seeks to remove gross-polluting vehicles by replacing them with a cleaner-burning vehicle. Once again, that's received amendments. It was going to be administered by the Bureau of Automotive Repair, now the bill has been changed to require the ARB to develop a voluntary program and be administered by the San Joaquin Valley Air Pollution Control District. In addition, it also limits the amount of exchanges to 200 vehicles per year and that is on to the Senate Transportation Committee. The last one is AB2249. That was going to modify the test-only

technician qualifications, but I spoke to the Assemblyman's office yesterday, and that one is pretty much DOA. And that concludes the leg update.

CHAIR WEISSER: Thank you very much. Any questions from Committee Members?

MEMBER PEARMAN: I have one question.

CHAIR WEISSER: Please, Robert.

MEMBER PEARMAN: On the AB 1997 again, what do they expect the source of the donated vehicles to come from and what is the incentive to donate vehicles under that bill?

MR. CARLISLE: That's kind of unclear in the bill. They're assuming that some people are going to donate cleaner-burning vehicles through various State agencies or other means and that those could go to the people turning in the gross-polluting vehicles.

CHAIR WEISSER: Perhaps private fleets might -

MR. CARLISLE: Yeah.

CHAIR WEISSER: - be donated for tax purposes, I don't know.

That's the question that kind of tickled my interest when
the bill was first introduced and why I think its prospects
for actually doing much are somewhat limited.

MR. CARLISLE: Right. That bill replaces AB184 because 184 was going to be a statewide program to do the same thing. And it's supposed to be a pilot, so they did limit not only the geographical area but also the amount of time.

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CHAIR WEISSER: Thank you very much, Rocky. Well, we'd now like to hear from the agencies, an update on things that are going on. Perhaps first BAR might share their thoughts of what's occurred in the last couple of months that would be of interest to the Committee and to the public.

MR. COPPAGE: Do I do this before or after?

CHAIR WEISSER: I really - that's too much of a soft ball for me to take a swing at.

MR. COPPAGE: Mr. Chair, Committee, good morning. I'm Allan Coppage with the Bureau of Automotive Repair. It's nice to be back after missing last month's meeting. There are four topics we'd like to cover today, one of which we have spoken about in the past, the BAR's Public Outreach Program. Ι believe Chair Weisser requested that I present some information on BAR's efforts of reaching out to consumers and I will do that today. However, I'd like to start with an accomplishment that BAR has just recently gotten almost over the hill on, on the transition of our communications contractor, what we call NGET, the SGS Testcom Company has taken over our communications and I'm very happy to say today that every Smog Check Station in the State of California is operating well on the new system. That's really wonderful. We are in what they call the stabilization period of the program. This is kind of where

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we iron out the wrinkles. The parallel was drawn as to a little bit like the difference between the house is done and the final inspection, the contractor doesn't get his final check until everything is working fine. I kind of think we're in that at this point. So the stations are, as I said, there's been no change in how the consumers are receiving their smog inspections or their certificates. DMV is receiving every certificate that the stations are issuing to vehicles. Everything's working just fine, so we're moving on to hopefully a successful contract with SGS.

CHAIR WEISSER: And then the station operators didn't report any sort of unusual number of problems with it? You're always going to have some issues.

MR. COPPAGE: By and large, it was a very seamless transition.

We had done a bunch of upfront work, I had shared with the

Committee over the last few months, that during our quality
assurance inspections, all of our field operators had

visited with the stations and gone over in preparation for
this change what they needed to do. So the vast, vast
majority of the stations, they went into their machine, they
changed the phone number and that was it. They just called
a different phone number. That was really the extent of it.

It wasn't quite that simple in some instances where people
were confused about how to do it or what to do, those kinds
of things. But again, by and large it was a very seamless

transition from the stations' side.

CHAIR WEISSER: Well, I will offer on behalf of the Committee our congratulations.

MR. COPPAGE: Thank you.

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CHAIR WEISSER: These sorts of things are never easy and the fact that you were successful in making this sort of switch without articles appearing in the paper and on the talk shows is quite wonderful, so congratulations.

MR. COPPAGE: Very good, thank you. Moving on to low-pressure evap, we have discussed this in the past, but low-pressure fuel evaporative testing workshops have been completed. They were completed in the April and in the May deadline for public comment, we received all of the comments. currently compiling them and a report of those comments will be available by the end of this month, available to the Committee. So we'll know all of the inputs, all of the verbal comments. They were all recorded and transcribed, so we know the public comments that were offered prior to that. The manufacturers of the testing equipment also will be in receipt of the comments that were made. They've gotten some preliminary information because many of their representatives were at the meetings to hear firsthand. The next step is the drafting of the regulations. obviously a very big step and that process is progressing in its early stages as we work through that drafting of those

considering the initial comments.

CHAIR WEISSER: So you're not approaching these sequentially.

There are opportunities to prepare a draft of the draft
proposed regulations, modify that based upon the comments

that you received and you agree with.

MR. COPPAGE: Yes.

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CHAIR WEISSER: Okay.

MR. COPPAGE: Yes, and the regulations will remain draft until they're approved by the Office of Administrative Law.

CHAIR WEISSER: Right.

MR. COPPAGE: They're draft regulations. So we are again considering the comments that were made at the public workshops that preceded this. And once those regulations are drafted, they will posted and then the official public comment on the draft regulations will commence. And there's a period of time that takes place where everyone can read what the proposed regulations are and comment after that. And there is not a definite date set at this point for the implementation of or the draft regulations, however, based on historical trips down this similar path, we're expecting the implementation of low-pressure fuel evap some time in the 2007 year. That's just kind of a projection into the future, but based on our past experiences, that's what this kind of thing usually takes.

CHAIR WEISSER: Closer to today's timeframe, what's your

projection for the actual submittal of the draft regulation to OAL?

MR. COPPAGE: We do not currently have a date for that. It's a little early in the process.

CHAIR WEISSER: A little early in the process?

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MR. COPPAGE: They have just have not been completed and submitted and I do not have an estimated date for that.

CHAIR WEISSER: Okay. Would you keep us informed at the next meeting where things are on that? Thank you.

MR. COPPAGE: All right. Moving on to public outreach. the issue that, again, Chair Weisser requested of me to bring to the Committee the highlights of what BAR is doing to reach out to consumers relative to what we do, our services, and I come bearing gifts. I've got goodies on the back table that the Committee, at a break, can go by and peruse. A number of our publications, our posters, our handouts, things that we offer as the BAR interacts with consumers. And I'll be happy to give you each a tire gauge. We talked a little bit about PSI a few months ago and how that affects fuel mileage and emissions, so you're welcome to take one of those as well. I'll talk about how BAR reaches out to consumers and this is going to be a little lengthy, but I've done my best to pare it down to a point where we cannot get bogged down in it. In 2005, the Bureau of Automotive Repair's outreach plan was finalized and the

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outreach plan encompasses a number of things, both internally and externally. And externally, primarily, it's how we interact with consumers. How do we reach out and offer our services to the requirements of the Smog Check Program, and the Bureau as a whole, as well, so it's not just Smog Check. It's all the areas. We ensure that BAR and DCA, our outreach messages are integrated, everybody's on the same page. We like to use the talents and skills of the BAR staff to accomplish this. We have a lot of very skilled people that work for the Department of Consumer Affairs and Bureau of Automotive Repair. We like to take advantage of those skills and that expertise to share. lastly, the grass roots approach to raise consumer awareness about the marketplace problems and the Consumer Assistance I know that's been a real hot topic, obviously, Program. that we have already spoken about with some pending legislation as well. We have an 800 number in our CIC, our Consumer Information Center, where consumers across the state can call in and ask questions, soup to nuts. anything. If it's within our jurisdiction, we're going to be able to act on it. And oftentimes, things outside of our jurisdiction we can just assist them in guiding them to the correct areas. Printed materials, such as I have on the back table, again you can peruse that. BAR information regarding Smog Check and DMV registration, anybody who gets

a letter from DMV with the registration renewal in it, there's information regarding BAR, navigating the Smog Check system. Printed material about CAP programs, both the repair assistance side and the vehicle retirement side of consumer assistance at the Smog Check stations throughout the state so that when consumers encounter opportunities to participate in CAP, there is printed material available to them at that site.

CHAIR WEISSER: Excuse me. Every station carries this material?

MR. COPPAGE: Test-only stations and Gold Shield stations.

Those are the two stations where people that would be taking advantage of those services would be going.

CHAIR WEISSER: Yes.

MR. COPPAGE: Our BAR web page is a vast resource for information. As with any web page, it takes a little bit of navigation skill, but we have attempted to make it as user-friendly as we can, and as I hear the projectors fire up, I think Rocky's going to pull up our page for us. And I don't want to get too far off on this, but I just want to bring to mind a couple highlights that may be of interest to the Committee as well as those in attendance here today, links that the BAR web page has to assist you. As you can see, the biggest box on the front of the page is the Breathe Easier campaign. Can you all see that?

CHAIR WEISSER: Yes.

MR. COPPAGE: Oh, good, okay. And again, on the left-hand side, it's laid out as most state pages are. We have links to information that consumers can, from the comfort of their home -

CHAIR WEISSER: Thank you.

MR. COPPAGE: - click on. Particularly, we have highlighted
right on the left-hand side the Inspection and Maintenance
Review Committee. That would be a little plug for you. The
BAR Advisory Group which -

CHAIR WEISSER: Could you see if that is an active link? Click the Breathe Easier thing. Yes, go back please. I'm just curious. Okay. Thank you.

MR. COPPAGE: So again, not to be bogged down and clicking on every link and playing with every page that comes up, I just wanted to show that, for those on the information superhighway, which we have an increasing number of those as the days go by in our state, as well as in our country and our world, information is available at the click of a button. We have online complaint forms, we have online applications, we have taken great pride in creating this as an option and a portal for consumers to plug into the Department of Consumer Affairs, and the whole State as well. As you can see, the Governor's page is linked there. You can go directly to the Department and so on and so on.

CHAIR WEISSER: Can you take a break right now? Can you click

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navigate to find out State assistance? Would I go to Help, I Failed My Smog Check?

on Smog Check, would you, Rocky? And we're now - how do I

MR. COPPAGE: Help, I Failed My Smog Check. And as it starts, do I really need a Smog Check, what kind do I need, what do I do, help I failed. There's information that takes you from beginning to end.

CHAIR WEISSER: I guess I want to know how many clicks it's gonna take me to know - to find that there's a Consumer Assistance Program for low-income people.

MR. COPPAGE: It looked like - once you're on the page, it looks like two. You click on Smog Check and then you click on Help I Failed and Consumer Assistance is right there. looks like two clicks.

CHAIR WEISSER: Where's Consumer Assistance?

MR. COPPAGE: Right in the middle of the page. The Consumer Assistance Program offer to Gold Shield.

CHAIR WEISSER: Ah, see it.

If I counted right, that's two clicks. Right, MR. COPPAGE: Rocky? Okay.

MEMBER WILLIAMS: I've been using this just to check some data. It's a really helpful, well-done web page.

CHAIR WEISSER: Cool.

MR. COPPAGE: Very good.

MEMBER WILLIAMS: Thank you. And you might look at what I'm

talking about. Go back and query a vehicle history and how
easy that is. I'm curious how many - do you have any record
of how many people actually use this?

CHAIR WEISSER: Oh, they must.

MEMBER WILLIAMS: Put in 2GKM228, just sometime later.

CHAIR WEISSER: Is this your Ferrari?

MEMBER WILLIAMS: Yes, this is my Ferrari.

MR. COPPAGE: It's been awhile, Dr. Williams, since I heard the number of hits. At the time I heard it, the number was staggering.

MEMBER WILLIAMS: Yes.

MR. COPPAGE: And I do not have current numbers on it.

MEMBER NICKEY: We use it almost daily and it's mostly in response to people calling up and saying I got my Smog Check there, but DMV doesn't have my certificate, so you guys must have screwed up. So I say the first thing you should is go to web site, and I give it to them, and look up smog history, and you'll see the same information I have. It was transmitted immediately.

MR. COPPAGE: Yes, there you go.

CHAIR WEISSER: Roger, I'm going to ask that you, when you speak, identify yourself so the transcriber knows who's talking. Thank you.

MEMBER NICKEY: That was comments by Roger Nickey.

MEMBER WILLIAMS: Just look what this gives and especially the

certificates.

MR. COPPAGE: Exactly. There's no dispute. This is a very important consumer-protection tool for a person who potentially is purchasing a vehicle to make sure that all is on the up-and-up. This can encompass many different things, from salvaged vehicles that may have been salvaged, taken out of the pool, put back in, which happens, oftentimes, and there is a legal mechanism to do that. But people need to be made aware of what they're dealing with and this page is very helpful in doing that.

CHAIR WEISSER: Well, we're all looking forward to seeing this vehicle scrapped and no longer in your program.

MR. COPPAGE: This is the infamous Golf, our study car.

MEMBER WILLIAMS: Yes, our study car.

MR. COPPAGE: Good. Very well. And again, I encourage and invite the Committee to spend time on the BAR web page, as well as the Department's web page to just further your knowledge of what is available. And again, it's a staggering amount of information. Let's move on a little bit to our Public Outreach, things that our Public Outreach has been doing. Basically attending functions all across the state, from our field offices to our Public Outreach group within the Department, all of the visits that they make out into the industry, I'd like to highlight just a few of those things. Through March, April, May, and June, there

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were a number of activities that I'd just like to highlight In March, the Valley Clean Air Now group if I may. sponsored a tune-up event in the Bakersfield area. engineering staff offered the use of our remote sensing devices to promote the event and test cars. There were more than 500 vehicles that went through this remote sensing device and the neat part about this, if the vehicle's failed emissions, this Valley Clean Air Now group provided repair vouchers to be used at local Gold Shield stations. Initially, local BAR staff distributed some Breathe Easier and CAP applications. So that was a really good focus event for the people of Bakersfield. Then moving into April, BAR participated in the Western Riverside County Car Care for Clean Air focus. This event occurred in five different cities in Western Riverside County. We distributed BAR publications and our referee contractor offered free emissions inspections for vehicles that were down there, let consumers know what the state of their vehicles were. Additionally, Earth Day, Earth Day events at Sac State. Many of us were aware of that since we're local. sponsored by a parent-teacher association at a local Sacramento high school and the State agency exposition was sponsored by Senator Bob Margett promoting the services provided by State agencies. Again, get the word out to In May, BAR attended a regional occupation consumers.

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program, a vocational education program here in Sacramento. We actually judged that program, the testing of the technicians at the end of that. It was at Shasta College up in the Shasta area. We distribute information at Sacramento County Fair, so on and so forth. There's many, many things that we're involved in. And lastly, the Director of the Department of Consumer Affairs, Charlene Zettel, was the keynote speaker at the Fresno Business Leaders' Expo in the Central Valley and that event offered BAR the opportunity to promote the Breathe Easier Campaign, which is a great emphasis for us. And they had a live car crush performed by the CAP program, which is always a very neat thing. just takes me also right into the upcoming State Fair at the Exposition here in Sacramento. We will again have what we did last year, a live car crushing event each evening, a very, very popular program. The outreach, while we had moved from one area to another and we were a little concerned about the traffic, boy, when the word went out that there was going to be a car crushed, there were a lot of eight-year-old boys out there with big eyes watching for this. Many other people as well, but watching the eyes of the people in the audience really drove home the message that older cars with higher mileage - Jeffrey's already shaking his head, pollute more than newer cars with newer technology. And we had a display that I thought was

particularly powerful. It was a lexand (phonetic) cylinder
filled with representative black soot that showed what this
vehicle had - what had been removed from the air because we
crushed this car, in a year. It gave somebody a real visual
to say, yuck, we're getting rid of that. That was a very
powerful thing. It elicited a lot of comments, you mean my
car really does that?

CHAIR WEISSER: Was it taped? Do you have a tape of this we

- CHAIR WEISSER: Was it taped? Do you have a tape of this we could send to Jeffrey?
- MR. COPPAGE: I don't believe we had a tape of the actual event,

 but come to the State Fair, it's going to be there again.

 Again, it was a very powerful presentation. Those are the highlights of our Outreach Program.
- 14 | CHAIR WEISSER: May I ask a question at this point?
- 15 MR. COPPAGE: Yes.

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- 16 | CHAIR WEISSER: You had a tire pressure thing?
- 17 | MR. COPPAGE: Yes. We've got a bunch for everyone.
- 18 | CHAIR WEISSER: How many do you have?
- 19 MR. COPPAGE: I've got a whole handful.
- 20 | CHAIR WEISSER: No, I'm talking do you have 10 million?
- 21 | MR. COPPAGE: No, probably not that many, but there's a lot.
- We have enough to handle the State Fair for the length of its run, thousands of them.
- CHAIR WEISSER: Do you have any sense of how much how much did
 you guys pay for them?

MR. COPPAGE: I don't know.

|| CHAIR WEISSER: Can you find out and email me?

MR. COPPAGE: Sure, sure. They're reminders for everyone. I'd be happy to get that if I can.

CHAIR WEISSER: You know, quite frankly, I'm up for the notion of kicking around the thought of if you have to take a Smog Check, you get a tire gauge funded by this State.

MR. COPPAGE: I'll be happy to get that number for you.

CHAIR WEISSER: I've been trying to do that for a hundred years.

MR. COPPAGE: Okay. Moving on to the last point I have is the Consumer Assistance Program. I'd like to share just a few highlights with you of the Consumer Assistance Program as to what's happened over the last year. The current fiscal year, 2005/2006, which is rapidly coming to a close on us, the repair assistance side of Consumer Assistance has will, by the end of this month, repair approximately 36,000 vehicles that have failed their Smog Checks and we will retire a few more than 15,000 vehicles.

CHAIR WEISSER: Wow.

MR. COPPAGE: That's for 05/06.

CHAIR WEISSER: That's great.

MR. COPPAGE: For 06/07 projected, we have increases in budget to increase both RA and VR, excuse me, repair assistance and vehicle retirement. Repair assistance vehicles are estimated to be 50,000 and retired vehicles are estimated to

be greater than 18,000 retired during the 06/07. The

Breathe Easier postcard project, we had a little bit of a

pilot that was run through our Consumer Assistance Program

where we sent out 214,000 cards to a certain group of people
that owned certain years of vehicles that were more probable
to fail and they were -

CHAIR WEISSER: 1987 Golfs, I assume.

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MR. COPPAGE: And I have those cards on the back table for you. What we - this design, the design of the purpose behind the postcards was to promote people's participation in Consumer Assistance, to make them aware of what's available to them, both from the repair assistance side if their vehicle failed, what was available to them, and also to encourage them to consider vehicle retirement as an option to dealing with the failed vehicle. This study is yet to be completed. We haven't received everything back, and that report will be available in the future. So that's a little bit about what's going on at BAR right now. As I said, I think the major hurdle has been NGET, getting transitioned into that. Obviously, as you mentioned with making sure we didn't make it to Channel 3 or the Bee, that was a good thing. wanted to make sure that didn't happen, so we put a lot of effort and a lot of resources into that and it's paying dividends.

CHAIR WEISSER: Well, congratulations on that and on the rest of

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your report. Regarding the projections you had for the amount of repair assistance and vehicle scrappage, voluntary vehicle scrappage that you were going through, I believe you are in the process of developing a report for submission to the legislature on the scrappage program; is that correct?

I'm sorry, I am unaware of that. MR. COPPAGE:

Maybe it's ARB. And now Andy is shaking his CHAIR WEISSER: Okay. Okay. I'll withdraw it. Are there head no. questions from Members of the Committee?

MEMBER LAMARE: Yes.

CHAIR WEISSER: Jude?

MEMBER LAMARE: Thank you, Mr. Chairman. Allan, could we go back a little bit on this postcard? I kind of missed that. Something about a study and a postcard and people's participation in the Breathe Easy campaign.

MR. COPPAGE: Yes. The Consumer Assistance Program, in trying to find better ways, more efficient ways, to increase participation in CAP, sent out, again 214,000 postcards, to motorists who owned certain vehicles; older vehicles, those that are more probable to fail, letting them know their In response to those, those vehicles have fallen into a couple of the categories; cars that showed up and passed, cars that showed up and failed. And of those that failed, how many participated in the CAP program from RA, repair assistance and VR. It was a public outreach campaign again through the CAP Program to alert consumers who may be
dealing with failing vehicles what their options were and
we're tracking those responses like any survey card, trying
to get back the information is complex.

MEMBER LAMARE: Back in the vehicles, or are you actually

MEMBER LAMARE: Back in the vehicles, or are you actually calling these vehicle owners to talk to them about their response? Is there any sample survey calling on?

MR. COPPAGE: You know, I'd have to get back to you.

MEMBER LAMARE: Is there a mail-back portion of this thing?

MR. COPPAGE: I believe we knew which vehicles and vehicle owners were sent a postcard, so we knew who they were. All we had to do was look for them to show up through the VID.

We knew what their license was, we knew what their VIN was, so we were able to track those cars. Excuse me, CAP was able to track those cars based on who we knew they were.

MEMBER LAMARE: Right.

MR. COPPAGE: And then we determined whether they passed,
whether they failed, and if they failed, if they applied to
CAP under one of the two options that are available to them,
which of those options it took.

MEMBER LAMARE: So we'll be seeing some kind of summary of that?

MR. COPPAGE: Yes, yes. When the program is over, there will be

a report that we'll provide.

MEMBER LAMARE: Does the Bureau have any theories about why participation in the CAP program has been so low? You know,

a consumer survey of failed vehicle owner showed quite a low percentage of those who would be eligible for CAP under the income categories actually participating in CAP and those

looking to participate in CAP very, very low?

MR. COPPAGE: Well, I'm not prepared to theorize as to why they don't participate. I think the other side of the coin is we're doing everything we can to encourage them to participate.

MEMBER LAMARE: Right. And then we'll get feedback from this postcard outreach to see what can be learned there. Another finding of our consumer survey was that the failed vehicle motorists in Los Angeles County were actually less likely to participate than in other counties. Has the Bureau taken on any particular emphasis or focus on Los Angeles County to address the discrepancies or disparities between regions in the State and their response to the Consumer Assistance Program?

MR. COPPAGE: Not that I'm aware of.

19 | MEMBER LAMARE: Thank you.

20 | CHAIR WEISSER: Any other questions?

21 | MEMBER NICKEY: Yes.

CHAIR WEISSER: Please.

MEMBER NICKEY: Roger Nickey. The biggest single complaint I've heard about CAP on the feedback I get from customers is the amount of time it takes. They say they either can't get a

response, when they call they're put on hold, they have to wait forever. To get the car repaired, it takes months.

That's just some feedback.

CHAIR WEISSER: It takes months for them to get the check?

MEMBER NICKEY: The car fails the test, get in, get the thing repaired, get it back. And most of them say, I don't have this time or I don't mess with it and they go get it fixed on their own.

CHAIR WEISSER: This is from consumers, not the stations?

MEMBER NICKEY: It's consumers.

CHAIR WEISSER: Have you done any analysis of how long it does take the system to work once the car is reported as failed?

I'm just curious.

MR. COPPAGE: Well, the only numbers I'm prepared to speak about today are the cycle time for the applications of the consumers. When we receive an application, they receive a letter back from us, either giving them their eligibility or telling them why they're not eligible within a week. That's a pretty quick turnaround from the time - but they have to mail the application to us and there's a little bit of background that's got to be done from the consumers' side, so if they want to participate in the Repair Assistance Program, which is what Roger's speaking of, they get a letter back pretty expeditiously letting them know you can now visit a Gold Shield station with this letter and let

them know that you're approved for repairs through the Repair Assistance Program. What takes place after that, I'm prepared to speak to that timeframe.

CHAIR WEISSER: Jude?

MEMBER LAMARE: And I wondered about the Gold Shield stations.

About a year ago, I think we had 560. Is that the number we have today or are we seeing more?

MR. COPPAGE: It's been pretty consistent in that range.

MEMBER LAMARE: So the number of places where people can use

Consumer Assistance to repair their vehicles has not been growing.

MR. COPPAGE: Not at a great rate. It's been pretty consistent across the State. We are concerned with how those are placed statewide and we have done some recruiting in the early days of Gold Shield. If we had areas where we were directing vehicles and there weren't Gold Shield stations, we'd call people up and say hey, have you considered this, for the convenience of consumers who wouldn't have to travel a distance to have their vehicle repaired in case they fell into this category.

MEMBER LAMARE: I remember looking at the list and seeing that there were Gold Shield stations in places that were not enhances areas and then in other places that were high-polluted communities with very few Gold Shield stations so I think that's a real concern.

CHAIR WEISSER: Robert?

MEMBER PEARMAN: Just with CAP for the low-income eligibility usage, do they self-certify or they have to give you some documentation that they meet that criteria?

MR. COPPAGE: I'm sorry, can you restate the question?

MEMBER PEARMAN: For CAP usage where it's because of your income, your low income, is that a self-certification or do you require some documentation to be sent in?

MR. COPPAGE: Yes, limited documentation is required.

CHAIR WEISSER: Comments? Okay. Thank you very much for your report.

MR. COPPAGE: Thank you, Committee.

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CHAIR WEISSER: Now if I could ask a representative from Air

Resources Board to give us an update on their activities

associated with Smog Check and if the Air Resources Board so

desires, they could consolidate that report with our next

item, the presentation of absence thereof, regarding the

remote sensing study. Your timing is impeccable, Tom, at

least on appearing before the Committee.

MR. CACKETTE: At least it appears that way. This is pure luck

I guess. What I really wanted to address was the remote

sensing update. We've been working on this program for

several years now. All the data collection's been done, all

the literature review that was part of this contract to

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figure out how we can use remote sensing in the most effective way within the Smog Check Program. That's all There's a series of individual reports on been completed. elements of it that have been completed along the way, including what the costs are of running a remote sensing program, what other states have found in terms of how many cars it ultimately identifies during when it's out in the field for a significant period of time and so we'd hope to sort of pull bits and pieces of that together for a presentation today, but when I did look at the bits and pieces, there were also a few holes that went along with the bits and pieces and I didn't really think it was ready for primetime. We had not briefed our management or BAR's management yet on it and so I think we just jumped the gun a little bit here. I know it's been a long time coming, but there's a huge amount of information there and I want to make sure that when we present it it's in a way that fosters the greatest discussion with you and it doesn't raise more questions that we don't have answers for because of it not being together correctly yet. So I think it's going to still be a few months before we're able to knit everything together and kind of run it through both of our managements so then we would like to present it as - still it's a draft, not as a final fete de compli to the IMRC. So again, I apologize for it taking so long, but -

CHAIR WEISSER: And approximately when do you think the draft report might be ready to be shared?

MR. CACKETTE: Well, I think probably within three months or so.

CHAIR WEISSER: Okay.

MR. CACKETTE: It's going to take us a month to sort of I think knit the thing back together so that there's more of an executive summary that people can look at and has all the pieces, not just the parts and all these different reports and then it takes a while for us to brief our management, answer their questions, and then we can present it to you.

CHAIR WEISSER: Tom, is there any sort - is the Board using any sort of external advisory or peer review committee to bounce ideas or findings, preliminary findings, offer views, or are you anticipating that's what would occur you've complete the draft?

MR. CACKETTE: That's you.

CHAIR WEISSER: Pardon me?

MR. CACKETTE: That's you. Yes, we're looking for the IMRC to be the place where we can get external parties' ideas, people that are knowledgeable in the program and see whether we've done a good enough job on the report or not. That's why we'll present it to you as a draft, not as a completed thing, but we'd like to get your input and anyone else's.

CHAIR WEISSER: I'm raising that question because there may be

opportunities to approach a statistical analysis a number of

different ways and I'm wondering whether this study is going to be attempting to evaluate things like costs from a variety of perspectives or is it just going to do one slice. And by that I mean, you could look at the costs in a - of a testing program and project what those costs might be once it was in full application, but there may be other factors in full application that don't come to bear in test or vice versa, that raise or lower costs. I'm not sure which.

MR. CACKETTE: Right.

CHAIR WEISSER: And I'm wondering if there wouldn't be some benefit to bouncing methodologies that are being used to analyze the data offered to a group of people who are familiar with data analysis prior to the actual conclusion of the data analysis when you've already drafted the report and then you're in a position, frankly, of defending what's in the draft. Even though it's only a draft, you still are inexorably placed in a position of defense.

MR. CACKETTE: Yes. Well, I think if the Committee would like to create another Jeffrey, et al, subcommittee and Jude subcommittee, we would be glad to bring the contractor in and go over where we are. Part of the - I'm not sure if how much of - and there are some new members, how much you remember about this study, but part of the complexity bears on kind of three things. Number one is that we learned when we used the remote sensing program in Sacramento many years

ago that even when you put it out there for six months, it doesn't see much more than half the cars. It has never come by the sensors for where a network has been placed and this is what the experience has been in other cities. So one of the complexities is if you do a program to identify highemitters, clean screen, cars that are potential candidates for scrap, those kinds of programs, you have to deal with the fact that it's only going to see a fraction of the cars, let's say roughly half. And I think that's what the paper study confirms and so then you have to ask the question, well, what supplements do we have to try to get the other half. And that may be more relevant on a mandatory program like when it's kind of an equity issue or it may be less important on something like a way of screening for scrap So that's one factor that has to be considered. second one is in fact the size of the program. One very clear conclusion is it costs a lot of money to put out an run a remote sensing program and if you just do it for maybe one single purpose, it may not be very costeffective. And so the question would be once you've got the infrastructure out there and the sum costs, how many purposes can you have. Can it work for gross polluters and for clean screen and for scrap screening and as a basis for doing analysis, the program benefits. If it was all four, then the first cut would say, well, I could divide the costs and allocate them a fourth to each place and then it looks a lot more cost-effective. So the question - that's a difficult thing to answer exactly as to how you integrate the various pieces. The contract is attempting to do that, but I'm just not positive yet from my review of it that we've figured all the various aspects and so that's one of the complicating factors and why we need a little more time. But we would be glad to, if you want to identify some people to talk about it, we would be glad to preview where we are right now and let you get a flavor. There are spreadsheets, extensive spreadsheets on all of these, including the costs, including the various program, potential designs in how you calculate the benefits or the loss benefits in the case of clean screen and you could create other scenarios, I think, from those spreadsheets and we would give you a flavor for how flexible they are and if there are other scenarios that you're interested in, we could try to see if we could do that. We can't do a lot because we're kind of running out of money with the contractor, but we could certainly do some.

CHAIR WEISSER: Jude?

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MEMBER LAMARE: Tom, you mentioned that you were both looking at for high-emitter detection and low-emitter detection and so did you actually take 1,000 vehicles that were identified as high-emitters and put them through inspection and repair,

bring them in for inspection and repair?

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2 MR. CACKETTE: Yes. The target was 1,000, I don't know what the 3 exact number was, but it was many hundreds at least. 4 did roadsides, we did - of the 1.4 million cars I think that 5 we remote-sensed and found a record on so that we actually 6 had a matching DMV record all there of all the cars we 7 sensed, and then we pulled in groups of cars at the roadside 8 and checked the results of an ASM versus an RSD and then we 9 also, for the same groups of cars, for the ones that were 10 high-emitters, then we sent - and nothing was under the car, 11 they were sent on after we looked at it, and then we sent 12 runners out and tried to recruit a subgroup of those to 13 actually come into our lab several months or weeks later. 14 That was to simulate a mandatory - you're RSD, you get a 15 letter, you've got to come into a Smog Check station, that 16 kind of thing. So there was that and I think there was a 17 similar thing done on the clean screen again to try to 18 calculate the loss benefits, how many clean screen cars whatever criteria used, one hit, two hits, three hits, 20 etcetera, actually had some high emissions because that 21 would be lost benefits and then we could compare that to the 22 cost of the program, the costs saved from not having to 23 inspect those cars. So that was the basic structure of 24 analysis. We've also then looked at does it work as a 25 screen for scrappage and then we looked at a number of

analytical ways -

CHAIR WEISSER: Scrappage like the South Coast Program?

MR. CACKETTE: Right, exactly. If we had a - if we were smarter at which cars might be candidates for scrappage based on emissions, we could increase our odds of getting them in and also the ones we get in might have higher emissions, so that was the goal there.

MEMBER LAMARE: And did you look at taxi cabs with transponders or something like that?

MR. CACKETTE: I don't think that was done as part of this study. I haven't reviewed the whole thing, so I'm not positive.

MEMBER LAMARE: Because it appeared that in the original design, there were a number of elements which may fit into their desire to have multiple purposes to make it cost-effective, but it may be less interesting to the Committee then.

MR. CACKETTE: Yes, because we tried to answer - I think there were seven kind of questions posed and we wanted to try to answer those. They were all questions, can you use RSD or how would you use it in the program to do the following.

And then we tried to answer the question, here's how you would use, here's what the costs, here's what the benefits are.

MEMBER LAMARE: And the data were gathered in 2003/2004?

MR. CACKETTE: I think that's correct, yes. I don't know the

exact dates. It took us more than a year to gather what was ultimately two million RSDs and to be able to collect the subgroups because we had to do it with roadsides and we had limited resources to be out there every minute of the day pulling cars over, so it took quite a long time to do it.

MEMBER LAMARE: And one of the concerns that this Committee has had is the perishability of the information on because of the dynamic changes in the on-road fleet and the fact that conclusions that we may draw about the fleet in 2003/2004 how many years will those conclusions remain persuasive for policy-making.

MR. CACKETTE: That's a good point. But I think since we're focused mainly on high-emitter cars, I think they're high-emitter cars and the fact that they're two years older today than they were when we sensed them doesn't really make a big difference.

MEMBER LAMARE: And one of the things that we're concerned about is documenting the natural rate of scrappage and it seems like a remote-sensing study would really help to do that if it were - if there were on-road being collected quite regularly.

MR. CACKETTE: It would if it was over multiple years, but even though I said that the program took a long time, it didn't take multiple years, so I don't think we would see it within this data collection set. But once we have a network out

there, a permanent network, I think that would the kind of information that would support any of the analytical tools, like can we use it to improve our ability to assess the benefits of the program.

MEMBER LAMARE: And finally, today you said that half the cars are not - half the cars that are in the DMV database, for a particular area I assume, don't show up on a remote sensing.

MR. CACKETTE: Right. We ran this in multiple areas in the state of this program, but I think that conclusion came from other people that have a permanent RSD networks out and also from the six-month, if I recall correctly, study that was done probably 10 years ago here in Sacramento where we had a half dozen or more permanently cited RSD units in operation for over six months.

MEMBER LAMARE: So in this particular -

MR. CACKETTE: You've got a curve that looked like this where you've found a lot of cars and then it started becoming an asymptote at the top and I think for Sacramento, if I remember right, it was we identified like 55 percent of the cars. What I noticed from the draft study was that, the paper review, was that they concluded we would be able to get 42 percents. I don't know why the difference.

MEMBER LAMARE: And that was based on the paper review.

24 MR. CACKETTE: Yes.

MEMBER LAMARE: So there's no independent information in this

particular study that tries to assess the coverage.

MR. CACKETTE: No, because I don't if there is or not. I didn't see that part whether there's for our period of time, but I believe that 42 percent number came from reviewing other programs in other states that have used RSD over a period of time, but I'm not 100 percent positive. I'd have to check.

MEMBER LAMARE: So you don't want to share the paper study with the Committee until you have everything else all squared away?

MR. CACKETTE: Well, I think we could, but it only answers a very few parts of the questions and it doesn't answer the fundamental seven questions by itself. This 42 or 55 percent, or whatever the number would be, is just I think a finding that you don't see them. And so if you don't seen them all, and particularly if there's - you only see a part of the fleet, then that has an implication on some types of programs that you might use RSD for, that's all.

CHAIR WEISSER: There's also a cup half empty, cup half full thing here, Tom. You're talking about a half a dozen stations with the ability to capture approximately 50 percent of the people. That to me is not unimpressive. I can really understand the desire, and I will support the desire, to make sure that you're comfortable with the study before you present it publicly. You've got to be, BAR has to be. And this is truly a vital study and one that will

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undergo, regardless of the conclusions it reaches, considerable scrutiny by a lot of folks. I don't know whether it would be advantageous for you and BAR to invite some folks prior to putting out your first draft to sit down with you and the contractor to hear how you're going about, not the results, but how you're going about knitting the data together and projecting costs and benefits and applications. And I think that's something you seriously might want to consider over the next month prior to releasing it. If you do, I'm not sure I'd limit it just to this Committee. There are other stakeholders that you can judiciously invite to - it may inoculate the study from certain sorts of criticisms if you've allowed these people to provide input to you and to the contractor who will be knitting together these separate studies. If you do decide that that's something that you want to do, I'd be interested in knowing which Committee Members, besides me, would like to be involved in that process. Jude, Jeffrey, Roger, so we're gonna have to do a lottery because there will be no more than two of us that will be allowed to go to this session. But first, Tom, I want to give you the opportunity to reflect upon your offer and then you let us know if that is indeed something you want to do. I don't want to push that on you if you don't want to do it. I would advise you to do it, but it's your call, Tom.

MR. CACKETTE: Yes, I have some reservations about it just opening up something that's at this stage to the general public, but I don't have any reservations about the IMRC. That's clearly your charter by the State legislature to look into these kinds of things and we would welcome that and there's no secrets here. It's just that you don't want to take an incomplete product and just throw it out there to be - for people to shoot at.

CHAIR WEISSER: And people will shoot at it.

MR. CACKETTE: Yes, and again, it's not complete enough in terms of the reporting to make myself and ARB's management or BAR's management comfortable yet and we do have a desire to make sure that the product's good and understandable first.

CHAIR WEISSER: Roger?

MEMBER NICKEY: Roger Nickey. This has just been burning. The intent of remote sensing is to identify polluting vehicles.

I mean, isn't that kind of the bottom line?

MR. CACKETTE: Or nonpolluting vehicles.

CHAIR WEISSER: Or clean vehicles.

MEMBER NICKEY: Okay. Then why is remote sensing better than just straight Smog Check? All the cars come in for Smog Check.

CHAIR WEISSER: Two reasons are postulated - and, if you don't mind Tom, one, remote sensing actually gets cars on the road as they're being driven whereas Smog Check, it's once every

two years.

MEMBER NICKEY: We could change that.

CHAIR WEISSER: And as a matter of fact, you'd have the support of one Committee Member to change that. The second is folks believe that it is substantially less expensive to conduct a remote-sensing observation than it is to do a Smog Check.

That is disputed. That's an arguable conception.

MEMBER NICKEY: I would dispute that, too.

MR. CACKETTE: I think the third element is that if the network of sensors was out there and if there was some kind of mandatory consequence of having a high-emitting vehicle, regardless of why it's high-emitting, then we think that would also potentially have a deterrent effect on people from skipping Smog Check, from cheating, because they might get pulled in in between the two-year period, so that is another reason why there might be some benefit there, although that's difficult to quantify, but some people believe that would be a useful application.

CHAIR WEISSER: This is the integrated remote-sensing vehicle identification and surface-to-surface missile destruction, instant scrappage disposal we've heard so much about these past years.

MR. CACKETTE: Well, that wouldn't be my description of it, but something similar to that. We know that and the transition to other update is and we have an effort underway to look at

why so many of the cars don't seem to have low emissions for the one-year or even two-years after they pass the Smog Check and get repairs and so that effort is underway. contractor is looking in great depth at the data that we have and is trying to figure out what do we know from existing data, from VID data, from roadside data, from things like that and confirming that statistic which is that 40 percent of the cars on an average of six months after they've been repaired no longer exhibit the emission reductions that came from the repair. So we're looking at that very carefully and two of the results that will come of out of that is one, what can we answer from the existing and what can't we answer from the existing data and we're prepared to then design and run data collection programs to answer as many of the other questions as possible. us, this is totally focused on are there missed emission reductions from the program that could be improved. there's a whole host of postulated reasons why this is occurring. Cars just naturally break, repairs aren't complete, they deteriorate quickly, people are getting a pass when they shouldn't, there are cars from out of the area operating in the area registered other where's, you know, just a whole host. The \$99 catalysts don't work, they're not durable for very long, that kind of thing, and we're trying to - we'll be sorting how much of that can we

answer now and how much of it do we need to proceed with a specific data-collection program. And we're prepared to proceed with that as soon as the contractor helps us sort it out.

CHAIR WEISSER: What's the timing on that?

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Well, I think the overall effort is a couple of MR. CACKETTE: year effort, but the first step of completing the analytical work, I don't - I'm afraid I don't remember the deadline for that, but it's probably in the next six months and then from there we know how to go on. And we'll try to do interim reports and stuff, like what do we think we learned and what do we not know, and share with you - if we do new programs, we want to have it be a very open process. In this, we'd invite everybody to comment on - if we ran a data collection program like this, like we used roadsides or we used pullins to our labs or we used RSD or whatever it is, is that an adequate approach to collecting useful information or not. Then that will also spin out some additional design of either focus group or survey to get more at the heart of what Jude did on more of on a shoe string the first time I think we have resources to be able to do that more comprehensively this time, including whatever kind of survey information or focus-group information is needed to get at the heart of what makes the inspector tick, what makes the repair guy tick, what makes the consumer tick, and

do what they do in Smog Check and is there a way of changing their activities to make the overall program produce more emission reductions.

CHAIR WEISSER: Jude?

MEMBER LAMARE: Thank you. Tom, is it about a year from now that we'll have a new SIP, a 2007 SIP, or October 2007?

MR. CACKETTE: It's in that timeframe, yes. Again, I don't recall what the date is. I know that we expect to get, like on the South - and it's different for each region, but in the South Coast, I think we expect to get the locally generated SIP later this year, and then there's a process of adding the motor vehicle part, and then going through all the -

MEMBER LAMARE: At BAR, we'll be adding on some new emission reduction measures in order to meet the Federal eight-hour ozone standard throughout California -

MR. CACKETTE: Yes.

MEMBER LAMARE: - and I was expecting that you might crank down on the Smog Check Program a little bit more and get some more emissions reductions from Smog Check through the 2007 SIP. Is EPA expecting you to come forward with some major new reductions from Smog Check in the 2007 SIP?

MR. CACKETTE: I don't think EPA is expecting any specific items. They just expect us to come up with the tons to reduce the atmospheric loading to a level where we meet the

MEMBER LAMARE: How are you going to integrate these multi-year

studies that you've started off with in the 2007 SIP?

standard by the deadline and that's a tough job.

MR. CACKETTE: Well, if we don't have the answers of how to do it, we're not going to obviously put it in the SIP and then we're limited in that we can only put in the SIP things we have legal authority to, so some of the things in our report to you and your report to the legislature, like annual inspections for older cars, we don't have the authority. We can't throw that in the SIP, unfortunately.

CHAIR WEISSER: Any further questions? Okay. Well, thank you very much, Tom.

MR. CACKETTE: Okay. Thank you.

CHAIR WEISSER: Jeffrey, let me ask you a question before we embark on your presentation. Approximately how long do you think the presentation will last?

MEMBER WILLIAMS: An hour.

CHAIR WEISSER: So the timing would work really well to do this now and move forward. Yes, we should take some -

MEMBER WILLIAMS: But I've got to move out there.

CHAIR WEISSER: Okay. But we'll take a five-minute break to allow Jeffrey to move out to his new station and while we're doing that - excuse me, we won't take a break. We'll allow Jeffrey to move to his new station and we'll take some public comments from what they've heard to date. And we'll

start with Mr. Peters.

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Thank you, Mr. Chairman and Committee. I'm Charlie Peters, Clean Air Performance Professionals, a coalition of motorists, interested in the issues of vehicles, inspection, maintenance, etcetera. I was wondering if there was going to be any opportunity for public comment. We've covered a number of issues today and I didn't see any opportunity provided for public input in any of them so far, up until Going back over the things that have been discussed, one of the things in the Executive Officer's Report was a report on a piece of legislation being considered that has to do with education and it was discussed that the oversight of that or suggestions on who should be allowed to decide who gets the money or who is able to do this was the Bureau of Automotive Repair Advisory and the Committee indicated that very possibly the Committee might be a better qualified decider of that.

CHAIR WEISSER: No, I did not hear anything along those lines,

Mr. Peters.

MR. PETERS: Well, I certainly haven't used a hearing aid yet,
but certainly it's what it sounded to me like it was
suggested that the I/M Review Committee should be able to be
considered as - at making policy. If in fact that was not
what the Chair was indicating, I'm happy to hear that
because I think from my perspective the Committee's job is

to evaluate the program and make suggestions how to fix it rather than to what I thought I was hearing was there was a suggestion there that the Committee should be participating in policy creation.

CHAIR WEISSER: We agree with you, Mr. Peters, that the

Committee's job is to, as you characterize it, identify or

report on the progress of the program and identify ways to

improve it.

MR. PETERS: Well, I'm very pleased to hear that and very pleased to understand that I misunderstood and that's great.

Another thing that I will say, it looks like I'm running out of time, but since we packed all of this into one
CHAIR WEISSER: We're going to give you an extra three minutes starting now, so please proceed, Mr. Peters.

MR. PETERS: Wow, thank you very much, Mr. Chairman. A lot of discussion today has touched upon the possibility of significant studies, the possibilities of remote sensing, program performance, different issues, and as I have shared with the Committee for a considerable length of time a considerable number of times, that in my perspective representing motorists, the most important technology being considered here is the technology of the person providing the test and his behavior can very significantly impact the effect on the fleet emissions. It's nice to say while we're going to have somebody in England put something together and

we're going to make California's fleet of cars a lot cleaner, but in my view, in order for that to be effective, you have to utilize the actual person doing this job because that's a person oftentimes what he does for a living is he fixes, repairs, cars for a living and so he is the very best qualified person on the planet at making an effect on the participation of that car in our fleet and its impact on the air that we breathe. I've shared with the Committee a number of times that I feel that the primary effect of the program is an answer effect, what happens in the inspection and repair process affects the behavior of the public, it affects the behavior of the rest of the repair industry, it affects the car manufacturer and it's huge. And of course the Bureau of Automotive Repair has been the primary oversight of that and when we do these discussions and do not consider whether or not what's broken on the car gets fixes, and that data has been presented to this Committee happens to be on a date when you, Mr. Chairman, weren't here, but that information is available from the Air Resources Board in their studies where they have analyzed cars, taken them out and got in the brick, got them repaired, and found out if in fact what was broken got fixed, and in that discussion with the ARB employee who is no longer working for ARB, it was shared that if in fact the car was fixed and in fact the car would perform properly and

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emissions be correct. So I will petition the Committee to consider the possibility of getting the data from the Air Resources Board that they referred to quite some time ago with the Chief of modeling for the State Air Resources Board and to find out or to do, to support the possibility of finding out if in fact we can find out if what's broken on the car gets repaired and if that can improve how the public's being treated and the performance of this program. Thank you.

Mr. Rice?

Thank you, Mr. Peters.

CHAIR WEISSER:

MR. RICE: Good morning, Committee. Bud Rice with Quality Tune-A quick comment, I was kind of hoping that Up Shops. finally I'd get one question answered that I hope was going to happen as part of the ARB's report, slash, non-report, I guess, today was does the remote sensing - does it work? quess I was waiting for that one and I understand waiting until you have all the pieces lined up, but how about does it work and then if the answer to that can be something that we can all kind of live with, then the rest of this stuff we can talk about, but in the front end, does it work? Everything that I had heard or read or had access to has always said that it's about half and half, 50 percent yes, 50 percent no and maybe some false-failure kind of stuff. And all of the things that enter into that were challenging technologically speaking; temperature, where the beam gets

shot across in terms of the height of the vehicles, that kind of thing enters into how effective the testing is going to be. So I was kind of, like I said, had my fingers crossed that maybe we'd finally hear does it work. Thank you.

CHAIR WEISSER: Thank you. Randy?

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Good morning. Randy Ward, California Emissions MR. WARD: Testing Industries Association. A couple of responses to items on the BAR's report, the section of the BAR web site where you can track the vehicle through the plugging in of the VIN number has been helpful at least to one of our members who's been tracking repairs that weren't done at Gold Shield stations, yet the vehicle was certified at Gold Shield stations. He actually persevered with the issue and took this to a committee at the Department of Motor Vehicles and more than one vehicle was de-certified, had its Smoq Check data removed and the Smog certification taken away. So it can be very, very useful if somebody wants to persevere and it allows for a little bit of industry policing on its own, so it's particularly useful. On the consumer information side, the CAP program is really only as good, as we all realize, as the information that's provided to the consumers, if they could take advantage of it. of my members have to make copies of all the information on CAP to have on display in their facilities. It's very time-

consuming to receive it from the Bureau and the stops that I've made frequently at test-onlys that aren't members, I find no information on CAP. I'd be interested to hear what the BAR's findings are when they're out doing the - what's the name of the program that's - the Quality Assurance Program, which is an absolutely excellent program that we support 100 percent, but I'd like to hear what their findings are on that and I think -

CHAIR WEISSER: In terms of availability of information.

MR. WARD: Yes, and I also just think that this is something that the BAR should maybe focus on a little bit in terms of making sure that they've got over 2,000 facilities out there that should have this information available. Thank you.

CHAIR WEISSER: Thank you, Mr. Ward. Len? While you're walking up, Mr. Rice, I will say that I think many Members of this Committee are also interested in those answers to questions such as the one that you raised and thus our impatience for the study, but we're also interested in making sure the study is top quality. I guess we just have to take another deep breath. Len?

MR. TRIMLETT: Good morning. Len Trimlett, Smog RFG. Remote sensing is predicated on three assumptions; one, the difference between the break of a beam and the make. The fact that the beam is at 14 inches above the ground references the original spec and the fact that it has to see

1 both emission reading and a license plate. A semi going 2 through there is going to produce seven false entries. A 3 motorcycle, as many as go through the beam. A vehicle 4 towing a trailer, with a fifth-wheel trailer, it's not going 5 to see the license plate of the trailer. These are a few of 6 the things. They mean essentially that if you want to get a 7 million valid entries, you're going to have to collect two 8 million valid entries. Somebody is going to have to go 9 through and manually separate out the end result that are 10 valid entries. BAR and CARB, in letters that I've received 11 from them, have repeatedly side-stepped this issue. 12 as I see it, is a major part of remote sensing. 13 that you cannot put it at a multi-lane onramp simply because 14 the geometry breaks down. Okay, now, in the analysis, I would like to see something that addresses this issue. 15 16 think it's woefully lacking and it really makes me wonder 17 about the cost-effectiveness and the accuracy of remote 18 sensing. If you take the number of trucks that go through a 19 remote-sensing site, you have no control over what the 20 traffic is that goes through there. You're going to get a 21 lot of false entries. Is that CARB data analysis going to 22 take account for these failure rates? I'd like to hear a

response to that from Tom Cackette.

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CHAIR WEISSER: Thank you, Len, and I'm sure in three months Tom will be able to respond to that. With that, Jeffrey, I'd

like us to move into your portion of the morning. I love the title.

MR. CARLISLE: If somebody could dim those lights back there, that would work.

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MEMBER WILLIAMS: I'm looking at how quickly people get in their Smog Checks relative to their registration due dates with DMV and I was picked for this topic because of my local expertise on this subject. If you notice the - look closely at the information about 2GKM228, a certain 87 Golf that's records have often been before us, most of those tests were done in Octobers of various years and I can reveal here, since it's probably something the DMV knows, that those tests were due in September of years. So I can speak on the subject of procrastination. And so I'm interested in three particular issues. The first is how many other Californians are late having their Smog Checks done. Mine happened to pass every time, so in some sense that's not as great of failing, if you pardon the expression, in a moral sense as for the air. And so really the next issue is are these late Smog checks late in the sense of not meeting the DMV deadlines or because of fails? Because if people, say if they own a 1999 car that's got a check engine light on they've been staring at, they know their car's going to fail, are they late even getting it tested. I think we have

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to worry more if that's true. And we also would worry particularly if the answer to the third question is true then most of the fails are not corrected until long after the due date. This is really about people and not about And it's not about who does the tests either because I don't think test-only facilities only will make an appointment with the client provided that the test will be That's the individual consumer's decision. done late. Likewise, particular types of cars, 87 Golfs, I don't think are predisposed to showing up late for their tests, it's the So this is really about consumer behavior and fits very much into what Jude Lamare has done. This topic really was suggest by Rocky Carlisle and Steve Gould and for me it's an interesting computer programming technical issue. It allows me for the first time to merge the extensive records I have from the VID, which is to say the Smog Check records themselves, with the DMV registration. recall from one of my other presentations, I have from January 1, 2005, all registered vehicles in California, all 25 million vehicles, and in that dataset is the date paid through, which is not when the check came in, but when it So I'm basically going to compare the due dates in was due. that DMV data registration with when the Smog Checks were I looked at this dataset then from January 1, 2005, and decided to concentrate what I think they're really

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technically re-registrations of an existing car and those that are due in January to June 2005. And I sub-selected a group where I, in the Smog Check records, I observed that that pass occurred within 90 days before that due date, or 180 days after, and it had to be an ASM test. number of vehicles, perhaps one percent of the total registrations, I see no record of them ever passing. are perhaps made non-operative and so forth, or junked. don't know, I've already persuaded you that that's an important group to study. But I'm not trying to study that I'm trying to study the subset that have passed at some point, that certificate has allowed them to get the official DMV registration. Wherever there was a doubt about whether I was getting the right records, I threw them out, so if I found the reason for the test to be classified as a change of ownership, I removed that from the records I I concentrated on the odd-year model years, so looked at. 75, 77, 89, thinking that a car that was due in 2005 had to be an odd-year model year because of the biennial cycle. That, in fact, isn't what seems to happen. And I've now understood better that when a, say a 1987, if it had had a change of ownership a year off, then they took two years from that and that turns out that about 40 percent of the vehicles I'm going to look at here actually had the test done in 2004, but I can identify that set of tests.

had done this over again, I would have looked at all model years as long as the registrations were due in January to June and I had twice as many. I have 2,306,041 vehicles to look at anyway. This is a huge number of vehicles and I don't think this subset that I'm getting is going to affect any of the results. They're so strong, I'll go back and do this later. So what's crucial here is that I have when the tests were done versus the due date. And that's the essential thing.

MEMBER KRACOV: Jeffrey, I don't want to get you off of your flow, can I just ask a quick question?

MEMBER WILLIAMS: Sure.

MEMBER KRACOV: Maybe Rocky can help. It's Gideon Kracov. To get your registered or re-registered with the DMV, don't you have to have your Smog Check cert or you can get re-registered without having that?

MEMBER WILLIAMS: You're anticipating what I'm going to explain.

As I understand it, and as I say I have some experience in this subject area, is that approximately 90 days before, it's actually probably more like 80, you're told your reregistration and due and you must have a Smog Check. The fine print also says if you're late, you have to pay some penalties, that's not such fine print, that goes up in a scale and it's particularly ownersome after 60 days late. The fact is though that that penalty is not for being late

for the Smog Check, it's being late with the money. And so you can't get the ultimate re-registration until you've done the Smog Check, but you're not penalized for being late with the Smog Check. You could send your check in to DMV a month early and not do the Smog Check for another month. You won't get the little sticker, so you are at risk of being pulled over by the police and saying you're an out-of-date registration, but you're not fined directly for being late with the Smog Check. I hope I'm interpreting this correctly.

CHAIR WEISSER: So you can't get re-registered, but you won't get penalized by DMV for failure to re-register.

MEMBER WILLIAMS: Yes. No, you'll be penalized if you haven't sent in the check.

CHAIR WEISSER: Yes, but if you've sent the check in.

MEMBER WILLIAMS: You won't.

CHAIR WEISSER: But a cop could ticket you for driving without registration or give you a fix-it ticket.

MEMBER WILLIAMS: Yes, and even there it's how late you are.

You can always, well wait, I haven't put them on yet or who knows. I haven't any first-hand experience with that kind of situation fortunately. Let me show you something about the 2.3 million vehicles in the sample very quickly. It's very different by different model years. They're mostly 97s and 98s and I'm going to concentrate on those in one aspect

of the talk because that's OBD-II and presumably these people can see the check-engine light and can't be surprised that they're going to fail. But there are also a number of older model year cars. I think for convenience, we can look at the 75 to 87s. There are almost no 75s and I thought 2005 minus 30 years for the 30-year rolling exemption equaled 75.

MEMBER NICKEY: No, 75 is exempt.

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MEMBER WILLIAMS: So 75 is exempt, that's why they're none, so I should have just called it 77s. There are a hundred left for some other reason. So you learn from the data a bit of the practices. You notice that failures rates are different by the different model years as consistent with what we've seen and expect. The newer cars don't fail as much and those failure rates for say a 1989 are like 25 percent. The overall failure rate is 10.18 percent. That's lower than the numbers we normally hear, which is about 15 percent. I'm taking out the change-of-ownership cars and they disproportionately fail, and I'm taking out any car that failed and then was never re-registered and that's about the difference. Now, I want to be really clear about how I've organized the data and then we can look at it. I'm going to show you now five 89 Toyota Camrys and explain how I've look at this. Here is one whose registration is due February 8th and was do for a Smog Check in 2005 I'd deduced because the

test was done on the 28th of January 2005. I have in my records, which start in 2000, three observations for this particular car and you see this person, this owner, seems always to have done it sometime in January. Where I have the type, that column, that's the type of test. The C means change of ownership. P means directed, they already use D for that Sample D, the P is - that first P then is directed and the result is this car passed. I say in passing I'm puzzled. What is the chance of that C for change of ownership is actually a change of ownership, but we'll leave that aside. Only information I'm using about this car, and we'll show you, is the final line which is that on the 28th of January 2005, this car passed. And that was 11 days early for getting the certificate.

CHAIR WEISSER: That must be the dump of the data.

MEMBER WILLIAMS: Or maybe I didn't copy it right. That's possible. I got the mileage right. I have the whole test results and so on. Let's look at another one and you'll get another sense. Here is a Toyota Camry that had its registration due on March 8th, 2005, and went in on March 5th, 2005, three days early, and failed. Didn't do anything about it until 21 days later where it was taken to a test-and-repair shop, that's RM225536, all these happen to be in Daly City, and that's classified as a Q code, which is the pretest code. I'm not going to look at those, I'm only

1 interested in when the pass occurred and got a 2 certification. I'm also not going to look at pretest that 3 have immediately to a pass, I'm worried about when the 4 certification was done. So my definition of a first test is 5 a little different than the data we've heard about because I care about the certification. That's what DMV cares about. 6 7 This car went 21 days having failed and it's interesting at 8 a number of levels. Look at when those tests were done that 9 were classified as pretest. The first one was an abort, 10 then they did another test that started at 10:15 and I think 11 it took 15 minutes, so 10:30, and someone - the owner, 12 quickly ran, drove, this car the eight miles to TB232243, 13 the test-only facility, and passed. I wonder how careful 14 were the repairs? But we're going to leave that aside. At 15 another level, maybe we shouldn't care at all. 16 even though it has 346,000 miles on it, in those 21 days 17 only went, what - 37 from 86, about 50 miles and a good 18 fraction of that was to get to the test-only. So it's 19 puzzling.

Jeffrey, I have a question. MEMBER NICKEY:

MEMBER WILLIAMS:

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MEMBER NICKEY: It's Roger Nickey. Are all these failures

tailpipe or can you tell?

24 I could tell, but I -MEMBER WILLIAMS:

MEMBER NICKEY: It could be ignition timing.

This car,

MEMBER WILLIAMS: All that. I'm only here at this first passthrough understanding this. I'm just going to say if they failed. Later I'm going to say is it a gross-polluter or tampered, but I didn't look at the reasons for the failure.

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MEMBER NICKEY: Because there's a big difference being a tailpipe failure and let's say a visual for a broken evap line or ignition timing, idle speed.

Sure. I'm just - I don't - it's probably the MEMBER WILLIAMS: case, but I'm not going to be able to investigate it here because how long you wait to get the thing fixed depends upon what you've failed for, but I first just want to see how many people are like this car that failed early and didn't get it fixed until it was overdue. And whatever the reason, this is still the fact about this car. So I'm going to try to classify a lot of the vehicles like this one. This is what I'm going to call an early fail and a late pass. And the key data I'm extracting for each vehicle are when was the pass certificate first attempted and when was the pass certificate achieved. Here's another example of Toyota Camrys. This one failed and the test was first this pass certificate was first attempted 67 days early and finally achieved one day early. And there are no intermediate records to suggest how it was repaired. Again, the type of test is a P, this is a directed vehicle. don't know how it was repaired and we can't very well say

that this owner did anything wrong in any way, right? The pass certificate was achieved one day before it was due. That's better than late.

CHAIR WEISSER: This one has in a two-month period gone 3,000 miles.

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MEMBER WILLIAMS: Thank you for reminding me of that. Yes. want to draw attention. Everybody see that in two months this was 3,000 miles. And here's actually the last possible category which is a late pass. This car didn't get tested until 104 days after it was due. Although, if I look at the whole series of records about this car, none of them are around June and I'm wondering if I'm just misidentifying. There's something odd about this car. I don't know. other evidence I have is that the due dates are accurate. All right. So this is all just a warm-up to how much do Californians procrastinate, so for every car, the 2.3 million, I've done these computations. And now we'll look at whether these five cars are typical or not. Here is the time of the first attempt at certification versus the number of the due dates, so right in the middle is the due date. The ones marked early managed to get their act together and do it on time and the ones on the other side, including the ones greater than 90 days, are late. So 21.25 percent of Californians with registrations due in 2005 attempted the certification late. That's half a million vehicles and

1 since I have six months for half the model years, multiplied 2 by four crudely, that's two million vehicles, had the test 3 done late. Probably, right? Now as we were discussing, 4 there really is no penalty for being late. But if you look 5 at this graph, there are a lot of Californians who are 6 persuaded that they better do it by the due date because 7 there's this huge run-up. They might want their sticker. 8 But if you mail - get this done three days late, you mail 9 the thing to DMV, you're not going to get the sticker for a 10 couple of weeks anyway, no real problem. But a lot of 11 people seem to act as if this is a binding deadline, others 12 I draw your attention to the far right. Do you see 13 where it drops down a little bit? That's at 60 days and 14 that's when DMV is sending out a reminder that you haven't done things and I guess that's attracting some people's 15 16 attention. Over on the extreme left, minus 90 days, 89 - I 17 don't think most people have even gotten their notice yet, 18 but the classification is by the software that this is a 19 test for the biennial cycle. I think we're seeing change of 20 ownership actually there and that's sort of background noise 21 of change of ownership and if you multiply that by 365, you 22 get about the right turnover in the fleet. Everyone see? 23 Okay, so this is my main diagram. How many people are late? 24 A lot.

CHAIR WEISSER: The first attempt.

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MEMBER WILLIAMS: The first attempt. Now, let's look at the pattern for those who pass the first attempt. We're sort of hoping all - is there a difference between the passes at first attempt or the fails first attempt. Here, a lot of people, like the owner of a VW Golf that we've mentioned pass, but are late. So 20.65 percent. But most of these people were early, the median that is, is 14 days early. What's really important is what do the fails do. So about ten percent of these vehicles failed, so I have 234,000 vehicles. When was their registration, when was their first attempt at a certification, 26.31 percent were late and 17.33 percent were more than 14 days late and you can see about two percent were more than 90 days late.

MEMBER LAMARE: You didn't do the median.

MEMBER WILLIAMS: I didn't do the median and I've got some more statistics on median in a moment. Because this is the one that really matters. When did those fails finally pass?

And again, I emphasize, I'm not talking about the fails that we never see again, this is when the fails that got a certification passed. And I think this is the major finding of the day, 44.11 percent of these cars were late getting their pass.

MEMBER LAMARE: Of the failed vehicles.

MEMBER WILLIAMS: Of the failed vehicles. Half, approximately, are late.

CHAIR WEISSER: And that's the -

MEMBER WILLIAMS: And a third are more than 14 days late. It's not like they're slipping by just a day or two.

MALE: And nine percent are more than 90 days.

5 | MEMBER WILLIAMS: Yes.

MEMBER LAMARE: Well, we're still talking about less than ten percent.

MEMBER WILLIAMS: Yes. But you can look at it another way and I think it's much more important here. What is the percentage of the total fleet to have failed, ten percent. Five percent of the total fleet is late like this, but that's half the fails. Our whole effort with the Smog Check is to identify certain cars as failing -

CHAIR WEISSER: And get them repaired.

MEMBER WILLIAMS: And get them repaired.

CHAIR WEISSER: Yes.

MEMBER WILLIAMS: And these repairs are being done late. Now how to get them to be done early and all that, let's come back to it later. I don't have too many good ideas there. But the fact is, a lot of them are late. Now another thing we can look at though, and let me catch up with my notes, is what's happening to the fail rate by time relative to the due date. I can do that for all the vehicles, but I thought it would be particularly interesting to look at the OBD-II vehicles. So here you are, you've gotten used to your

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check-engine light being on and you know you've got this reregistration due. Do you procrastinate or do you get it done early? And so I'm asking something about this. is the fail rate by day? The ones on the extreme left, as I say, I think they're change of ownerships and it's very few vehicles so let's ignore that. And notice that there's a slight upward slope until we hit 60 days when there's a huge So this suggests that cars that their owners upgrade. really know will fail, they particularly procrastinate. What do you think is the case for the owners of the vehicles 77 to 87? I think our stereotype is here is some relatively poor household that knows they just barely passed last time by putting on quick fix, a cheap catalytic converter. They're virtually certain that they're going to fail this time. They don't have the money. I would say that they're going to procrastinate particularly. If that reasoning is true or people behave that way, then we should see and even more steeply sloping line here, the fail rate. It's not where the level is. We know these older cars are going to fail more. It's what's the fail rate by due date. the same plot involving all the vehicles in the sample that are 75 to 87. Virtually flat so, so much for the intuition about that. But that doesn't look like the owners of the older vehicles that really suspect they will fail are particularly inclined to procrastinate. I'll quickly run

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through, now that we've mentioned the 75 to 87 model years, the same basic diagrams for them, so this is the time of the first attempt and the pass the first attempt for these vehicles and that looks very similar to the overall sample, which these are included in it, but they're a small fraction When the fails were first attempted and when the fails were first repaired looks pretty similar. So what's special about model years? It's not obvious that it's that different. So here's procrastination by the owner, by the age of the vehicle. And as I said, there were no 75s. let's look down the column percent late. It's a little higher if you have 85s, 87s, 89s, especially as you go down to 99s and 97s, but it's not that different. Likewise, there's a slight decline in the percentage that are more than 14 days late with the newer model years, but it's not that different so this doesn't seem to be about old cars versus new cars as much as some people procrastinate and some don't. And it doesn't really matter what car they own. And look at this as the late fails as a percent of the fails. This says you know you've failed, when do you get that thing fixed? That's not particularly related to model year and I find most interesting the final column, the percent of fails that are repaired late. That's pretty constant across model year, so this number that we were seeing about 44 percent for everybody is across model year.

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You might say, well model year lumps together all the various types of cars and surely there's a difference by, say if you own a VW Golf. So I just took a few examples I can do many more. I wanted to see if it looked here. like the make mattered that much, and I've also done different model years here and these are the same columns. So the first one is the percent late, then the percent more than 14 days late, the percent that are late fails, and the last column is the percent that are late to get failed. don't know why our headings disappeared, but they did. were there earlier. There are a couple interesting things Look at the 97 Volvos which are disproportionately, if the car failed - not many failed, but if they failed, they're repaired very late. I guess the quintessential soccer mom was driving a 97 Volvo and too busy to get the car fixed once it's done. There's also an interesting statistic on the 87 VWs which include the 87 VW Golfs. Notice that 30.87 percent of those owners are late, but the percentage of late fails is less. Which I think is the only make-up there where I guess I'm not that special. passes, but I'm late, right? I own a VW. Very strange patterns in some ways but in others very consistent. is more about the owners. The final one on this - our headings have reappeared, I asked does it matter where the test was done, and I just made it into directed to test-only

like all those Camrys, volunteers, which are people that had the test done at a test-only facility, but weren't directed, and then test-and-repair. And there are differences here by test-and-repair versus directed, but there are also differences between the test-and-repair and the volunteers. It's not obvious to me then that the reason that more people are late if they're directed is because they're directed. think it's something about them and about the car they drive perhaps. And even there, if we look at the 97s that went to test-and-repair, not that many of them were - the least were late and the least were more than - the fewest were more than 14 days late, but still 38.19 percent of those cars, if they had failed, were repaired late. I look at this type of analysis by where the test is done and the make of the car and I bet if we did a huge complicated study trying to account for these things, we'd find that it might be some small effects of these things, but the dominate one appears to be the human behavior and the basic procrastination tendencies. What really matters to us here is when do the fails get fixed and how long it takes. So I've tried to look at this and there are there types of fails: a fail late and a pass late; a fail early and a pass late; and a fail early and a pass early, which is about half of these fails. And I plotted here how long they take to get the car fixed. About 20 percent of them are fixed the same day, which is

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possible, right? But many take a lot longer. Many take more than 60 days. But I find particularly interesting these statistics I've got here on the right such as 10.2 percent were not passed within 60 days of the fail and 99 percent of those were late with the pass. So that one Camry that had the car tested 67 days before it failed and then had it pass one day before, that's very unusual. wait that long for the repair, you were probably late all the way around. There's something worth remarking in passing in this diagram that's very interesting. Everybody see how the little - the bump at 14, there's a bump at 7, 21, 28, and I think if we went back and looked that you failed, when did you get the thing fixed, a week later, probably a Saturday. And this actually makes me think that I'm onto human behavior here. You can see that kind of thing trickles out way out there. Payday, who knows. All those things tend to be causing this cycling. We're really interested in these cars that fail and fail late, I'd say. And I want to go back then and look at the tail of the red diagram about when the cars were finally passed and look at when this subset - so I've taken out the passes that were late and just looked at the fails that were late. I didn't know what colors to use. It should be a red-blue. So these are the fails late and pass late and a big point of this diagram is that there are two ways to be late. You just

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never got the first test done until it was late or you did that early enough, but you didn't like the news you got and you waited weeks to get the thing fixed. Here are some Jude wants some medians and it's important. medians. the typical car that was late all the way around was 43 days late to get its pass certificate. Those that failed early and pass late is 23, which corresponds to if the last number in that column, 24, is how many days early were the cars early if they were an early fail, that was that black group in the previous diagram. Probably the main number to remember is if a fail was not fixed, the median time was 35 days, five weeks. Of these late fails, what if they were a gross polluter? There were 22,840 in this set. Forty-four days was the median number of days until that was fixed. And I'm not talking about when it was first detected. it was late by 44 days, tamp is 34, and just a simple fail category was 31. The dirtier cars are being repaired, particularly. But maybe they weren't being driven, and so why care? So I did this computation quickly from the mileage certificates in there and I thought since they were about a month late to talk about how many miles were driven in that month. So this is the median monthly mileage. all those late to achieve the pass had driven the median miles driven, was 574, about 20 miles a day. vehicles that failed drove typically 30 miles a day.

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to 87, ten, but they're being driven. Including the gross polluters and the tampered. And those that are particularly late, the 60 days late, are being driven, too. Camry that was 18 days late and had only been driven 50 miles was unusual, unusually small. Now I haven't gone the next step and said from the readings of the tests how much pollution does this equate to, but that's something we could do with some further calculations. I just wanted to see if this mattered because it's possible that all these late cars, it's the third car hardly ever driven, what difference does it make when it's really tested, even if it fails? That doesn't look to be happening. In fact, these cars are being driven a fair amount, and because they are polluting, the procrastination is causing more pollution. So I say that there are now answers to the three basic questions and I bet if I did it for every car in 2005 instead of this subset, this is going to be so strong that this can be stated as very likely, if not fact, about 20 percent of Californians are late with their biennial Smog Checks. Those whose vehicles fail are slightly more likely to be late for their initial test, but not overwhelmingly more likely. It's not this nice, moral situation where if you fail you're late and if you pass, you were always early. A lot of the late ones are passes, although there are more of them that are fails. I find most important is the answer to

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three, close to half of the failed vehicles are not passed by the re-registration due date and many of those, most of those, are more than 30 days late. Unfortunately, those answers raise yet more questions, or perhaps they raise questions about how the people react to being late. let's just think about this as a policy of saying if you're late, you've got to pay a penalty, which you don't have to do now. Well, that would cut differently if it's the same Californians that are late all the time, that versus, now and then somebody's just late and they feel put upon because there's a penalty. They couldn't help themselves this one time and generally they're fine. Or they're particularly inclined to procrastinate, but that gets us into if this is a person who's late filing his State income tax and getting his property taxes paid, just basically not coping with life, I don't think a \$10 late penalty on a Smog Check is likely to fundamentally change that person's behavior. think we could study - I would study a little bit more. I'd just go back with these due dates and look at the test two years before, was that one late, too. Or if there was a similar car because I could use the DMV data to look at who owns multiple vehicles. I'm curious about the next question, which Californians are late with the reregistration fee to DMV because in all this, where I say 20 percent were late, well, many more could have been late with

no consequences, but a lot seem to thinking that they have to get it in by the due date and maybe if we make it obvious that - more obvious that there really isn't a penalty, or that we put a penalty on and so they really think about what the penalty is, they'll be even more that are late. So I'm hopeful that maybe with some cooperation with DMV we can find out even a crude number, how many are actually late with the registration fee, and are they the same people that are late with the Smog Checks, or particularly late.

MEMBER KRACOV: What do you mean if there were a fee or a penalty for not having your Smog done would make people
MEMBER WILLIAMS: Well, they might. I think many people now are acting as if they're late for paying DMV and late with their Smog Fee, they have the penalty. If we make it more explicate that there's a late fee for DMV and a late fee for Smog Check, maybe everybody will say, well the DMV one, if I have a fairly new vehicle might be a \$200 penalty, the Smog Check \$20, they're even more inclined to procrastinate about the Smog Check. I don't know, people are acting now as if there's a penalty when there really isn't. So I'm just saying we would need to understand what they perceive to be the penalty before we tinker with -

MEMBER KRACOV: If I could just ask another question. But if
the penalty for not having the Smog was a little bit more
than diminimous, that may encourage them to get the Smog

done earlier.

MEMBER WILLIAMS: I agree. I'm just making the point that a lot of people are acting as if there is a penalty and so we want to be careful.

CHAIR WEISSER: Well, they're trying to be good citizens.

Gideon, if I could ask you to identify yourself when you speak, at least for the first times, it will help the transcriber.

MEMBER WILLIAMS: Let me finish these last two, which is the end of my talk. I'm curious as to whether you've had an experience and your car failed, say in 2003, does that make you more or less inclined to procrastinate the next time.

We could all hypothetically -

CHAIR WEISSER: Once you realize that there's no penalty
MEMBER WILLIAMS: Then maybe you're more inclined. And finally,

I want us to think about what all this means for the M-Fact
emission model, which I understand but I'm probably wrong,
has this basic view that 99 percent of the people comply
with Smog Check and one percent never get it done. Well,
the reality is some comply early, some comply late, the
fails are disproportionately late and some never get it
done. There is surely some percentage of never getting it
done. Everybody else gets it done on the due date that
approximates sort of what happens, but I don't know that MFact has that number right and more important, if you change

other aspects of the program, it will change all of those computations. As complicated as that M-Fact model appears to be, I bet they don't have a representation of when people actually get the cars fixed, relative to the first test. And that may mean there is both a real and a conceptual emissions benefit of getting the procrastinators of the failed vehicles to fix their cars faster. And I'll end there.

CHAIR WEISSER: Well, thank you, Jeffrey. Stay there, I'm sure there'll be many questions, both from us and perhaps from the audience. Now is there any way you can hypothesize that there wouldn't be an emissions benefit if you could somehow get people to do their smogs on time and get the repairs needed on time?

MEMBER WILLIAMS: Well, I agree with that. I'm just worried that if we sort of make all this even more transparent, more people will procrastinate. I think in general, but my gut instinct is, that if you make it more of a penalty, they're going to do it more on time. A little introspection is suggested that it's not the financial penalty that motivates most people, some motive, but it's just the trouble of doing all this. So I would propose that you're late with your Smog Check, whether you pass or fail, you don't get two years until the next one, you get only one. And when you finally get the thing done on time, you can get two years.

CHAIR WEISSER: That's - anything with a biennial cycle I'm in favor of.

MEMBER WILLIAMS: That sounds right to me and that would get

many more cars done annual because I think a lot of people

procrastinate and if they don't procrastinate, fine.

CHAIR WEISSER: I like the idea. We'll start at the left.

Roger, do you have a question?

MEMBER NICKEY: I just have a couple of comments and observations. This is Roger Nickey. We see a lot of the 60-day reminders. People come in going, oh my God, I forgot. Now I would wonder what the impact would be instead of sending them at 60 days, they send them out at 30 days. That might have a big one.

CHAIR WEISSER: I don't know how well DMV processing can link that.

MEMBER WILLIAMS: I think it could and the main point for us is, there are a lot of emissions occurring during those extra days.

CHAIR WEISSER: Yes.

MEMBER WILLIAMS: I don't know if we can capture them in the sense of M-Fact capturing them, but they're real emissions, although if the person just puts on a cheap catalytic converter that's going to burn out in 90 days anyway, if they'd done it 30 days earlier doesn't really change anything. If we think most repairs last, we would like them

to be done earlier.

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MEMBER NICKEY: The same-day question, we get a significant number of cars that fail ignition timing, they go out and get a set and come back the same day, or a broken vacuum line and they go out to Kragen and buy a piece of vacuum line, fix it, come back and get it fixed the same day. The last comment I had when you mentioned Volvos and Volkswagens taking longer, those are cars that I have personal experience with that it takes longer to get the parts and they're generally a lot more expensive. Most of those cars that fail don't have parts available in the aftermarket. You can't just go down to the parts store a disgromificator, you've got to get if from the dealership and it just takes longer and they're generally a lot more expensive. probably accounts for why those particular two kinds of cars take longer.

CHAIR WEISSER: Gideon, did you have your -

MEMBER KRACOV: Yes, I've just got a couple different questions and this kind of feeds into one of the topics that we're looking at which is a program avoidance. I'm working with Rocky on that and we can talk a little bit later about it, too. Our feeling is how do we know if folks are avoiding the program and since Smog Check is tied to vehicle registrations, we really kind of said, well, let's look at the vehicle registration, because if they're not registered,

we don't know if those folks had gotten the Smog Check so it's a good way to look at program avoidance. But what you've looked at here is re-registrations, plus, we know that there as many as four percent, maybe even more, of cars on the road that don't have registrations.

MEMBER WILLIAMS: That's probably a little high, but there are some.

MEMBER KRACOV: Right. So based on what you've kind of found here and based on the fact that - and we hadn't even talked about change of ownership, and probably there are certainly a number of folks that haven't gotten their Smog Checks there, do you think that the M-Fact model, the 99 percent is accurate or do you think that that overstates -

MEMBER WILLIAMS: I just can't believe it's accurate. But I don't know even about it. Remember how hard it was to understand what's going on in that model, but I don't remember in those presentations there being any discussion over implicit assumptions about when the tests are done relative to due dates and how quickly things are fixed, and so forth. So I suspect that there's an assumption in there, but it's not even known what that assumption is because it hasn't been thought about. I may be wrong.

CHAIR WEISSER: But if you were to try to calculate the amount of annual emissions that are the base. What are the annual emissions of automobiles subject to Smog Check, then that

slice of reductions due to Smog Check, and then there's going to be a slice additional emissions which could be accrued to Smog Check if the customers, the clients, the people, had their Smog Checks done on a timely basis and repaired promptly. I imagine in the scheme of things -

MEMBER WILLIAMS: (overlapping)

CHAIR WEISSER: Excuse me?

MEMBER WILLIAMS: I would guess that that number is fairly big on the scales that we're used to because these repairs are mostly done five or six weeks late.

CHAIR WEISSER: Okay.

MEMBER WILLIAMS: And -

CHAIR WEISSER: So you have five or six weeks over a two-year period, which you have to divide in half, so it's three weeks of an average - since the deterioration of repairs is - so you're dealing with about a seven or eight percent factor there. Is that about right, guesstimate I mean, back of envelope?

MEMBER WILLIAMS: Sounds right.

CHAIR WEISSER: So it would be 7.5 percent potential improvement if you had perfect compliance of that seven or eight percent. So if you take a midpoint of that, let's say you improved the program by doubling its performance and you're getting about a four percent improvement, which I'm sure ARB would love to grab. Tom, we're going to be asking you about

this. Please continue, Gideon. Sorry I interrupted.

MEMBER KRACOV: No, that's okay. And again, I'm just asking
these questions because this is very fine work and obviously
you've thought about this a little bit, so even if you don't
a -

MEMBER WILLIAMS: I didn't start until fairly late on it after all. This is my first cut through this.

MEMBER KRACOV: And again, I'm just asking you for your initial feelings for some of these at first blush, but taking a step back, when we're talking about a program avoidance, we have really focused on this registration issue as a really good barometer as to know who is avoiding the program. What do you think about that? Should we continue to kind of tie those two together, and that's really - I mean, are there other ways we could get a barometer of who's avoiding the program or should the focus be on registration as it kind of has been through our analysis?

MEMBER WILLIAMS: I'm sure there are other ways, but this is suggesting, just looking at the registration data, is telling us a lot. Why the cars are retiring, are they really retiring, non-ops and all that, I think it's really, really important. And here's one, these are vehicles that we don't even have - we've never even thought of as avoiding the program. They passed. They got a certificate and there's a lot of slippage, should I call it that, from these

vehicles in that they're so late.

MEMBER KRACOV: And one of the things we've kind of talked a little bit about is trying to make sure that more folks either get registered, as close to 100 percent as the onroad fleet, and I guess also that the folks that are registered also get their Smog Checks as soon as possible. Is there anything else that you think can help us close this registration loophole, which we agree is so important to making sure that folks aren't avoiding the program?

MEMBER WILLIAMS: Well, it sounds to me as if DMV thought more about the whole issue of the Smog Checks, they're thinking about the fees and, oh, incidentally, there's a Smog Check.

Now there records say - they don't issue the re-registration unless there's a Smog Check but they're surely not sending people reminders, our records suggest that you're 30-days last on a Smog Check, what are you doing, and if people respond to those letters - they can print those out just as easily as, our records say you didn't send the check in.

And if people respond to that (overlapping) - what?

MALE: I said there's more money in it when you're -

MEMBER WILLIAMS: Well, there's more money for them, but if you would take the whole prospective California, there would be less air pollution if people were prompter to get a Smog certification.

CHAIR WEISSER: Anything further, Gideon?

MEMBER KRACOV: That's it for me. Thank you.

|| CHAIR WEISSER: Jude?

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This is getting real fruitful. We could also MEMBER LAMARE: think, instead of how to keep people from being late, as how to encourage people to be early in complying with their DMV registration and their Smog Check requirement and get the additional benefit of the emission reduction sooner. certainly just a spiffier management of those programs would increase revenue flows as well as getting emission benefits. But one thing that you've suggested, someone suggested, a 30-day reminder and we could accelerate that back to trying to get more people to get there before the due date and earlier is better. One technique that some people really, really hate is getting phone calls at home. Automated phone messaging has increased remarkably in recent years. some people need to get a phone reminder and having things in the mail isn't very meaningful to them and I would guess that what we're looking at here is that for a lot of people, they manage their stuff pretty efficiently and they make sure they hit all their deadlines. There's probably a woman involved in there somewhere. That's certainly one of my thoughts on the subject. But different ways of contacting the vehicle owner to remind them that they have a Smog Check due and they have a registration due is something that the State might want to explore since you've identified some

real benefits. And the phone messaging is one way, if we can get those phone numbers associated with those vehicle records.

CHAIR WEISSER: The jury will note that's Ms. Lamare's suggestion.

MEMBER LAMARE: Thank you.

CHAIR WEISSER: Mr. Pearman?

MEMBER PEARMAN: Just following up on one point Jude made and also something that missed the text book about today, is seems like it takes so long for recommended improvements to get into effect. We're going to be like in four years, for example, before the high-mileage vehicle or older vehicle annual inspection if it ever passes could take place.

Couldn't the ARB or BAR incentivize more frequent or earlier inspections? Could they offer some subsidy to cars in the high-emitter profile to come in every year or to come in six months before their registration would normally end and see what would happen on a test basis to see if that would in fact bring them in in some significant numbers and therefore get those benefits? Do you need a statutory change to do something simple like that?

CHAIR WEISSER: I don't think they necessarily would need a statutory change for a voluntary program, but they probably would need a budgetarily approved authorization to spend the money in that sort of fashion. I don't know. It's an

interesting idea. Bruce?

MEMBER HOTCHKISS: Well, as someone who is real close to being late, I would say the idea of the penalty - I sent my fees in to avoid the penalty. The idea of giving me a penalty for not getting the Smog Check, I kind of like Robert's idea. Instead of penalizing people, give them something to do it early. I mean, you show up a month in advance, I don't know, we'll give you a reduction. Because that certainly would motive me much more than a penalty. We react negatively to punitive measures.

CHAIR WEISSER: I'm a hammer and carrot guy and I like the notion of come back in a year if you didn't get it on time, sucker. It's indicative that you're sloppy and that you don't have a type-A woman structure in your behavior patterns or near about, according to Ms. Lamare. Please.

MEMBER KRACOV: Rocky, as we're talking about the program avoidance, I hope that some of these ideas that have been thrown out here today are being taken note. I know that our recommendation for the program avoidance is that vehicle owners whose vehicle fails a Smog Check inspection and fail to repair their vehicle within 90 days should be subject to a fine. I think we've tossed out today about putting another special fine on Smog Check if you're late. We've talked about some of the notice in different ways. We've

things should be on the table as we refine some of these recommendations that we're making.

MR. CARLISLE: Yes, not only that, I want to mention, too, that we're also going to take the next step for this same dataset and attempt to quantify the emissions benefit.

CHAIR WEISSER: Yes, that would be very desirable.

MEMBER KRACOV: The other question I have, and this is also on Page 23 of our detailed report, but in the studies that talk about the determination of non-registration rates for on-road vehicles, and that's the 2002 UC Riverside report, it indicates that about 97 percent of on-road fleet is registered. Of these, there was this weird group of 1.3 percent fail. So of the registered vehicles, there's 1.3 percent that fail. I guess that's different than the group that we're talking about because if you haven't gotten your Smog, you technically wouldn't be re-registered. Do we know what that 1.3 percent of failed registered cars is, Rocky, or any idea?

MR. CARLISLE: No, not yet.

CHAIR WEISSER: I won't say a word. Are there other questions from Members of the Committee? Let me open it up for some comments from the audience and then we'll put a wrap on it. We'll start with Mr. Ward.

MR. WARD: Randy Ward, California Emissions Testing Industry

Association. I want to thank Dr. Williams. I think that's

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very interesting work and I would echo Jude's comment that I think we have the germination of something here. The issue of program avoidance that Member Kracov told about is an issue that is near and dear to my heart. The most recent number I have that I think will further enlighten the Committee is that you've heard lots of complaints from Mr. DeCota about the 36 percent directed to test-only. Well, of the 36 percent directed to test-only for 2005, 24 percent showed up. Now, I have to assume that those vehicles weren't registered, but I know better. Many of those vehicles did get registered without a Smog test.

CHAIR WEISSER: Do you just think the DMV system has holes in it or something?

MR. WARD: Yes, it does have holes in it. The system itself has holes in it. I think you can start taking a look at vehicle registrations and I suspect Dr. Williams and I would have to sit down because he's got the database to do it. You can't do this on a traditional PC. The dataset is just too large. But I think we could probably come up with a hypothesis here that bore some relevance to what the actual reasons are. I do know that DMV, a clerk, can bypass the Smog Check on a registration. And I do know that that has happened and the last I saw was probably a pie chart that's now five years ago that diagramed the various percentages of vehicles that had received a registration, but not a Smog Check. And that

was a fairly large portion of the pie chart. We're talking about additional tons that you may be able to grab under the existing program, under existing authority that the Bureau and the ARB have.

CHAIR WEISSER: Randy, that's an extremely serious thing that you've just said -

MR. WARD: It's true.

CHAIR WEISSER: - in passing.

MR. WARD: It's true.

CHAIR WEISSER: But that seems to be something that could be fixed with programming that would preclude that sort of misbehavior from occurring. That's - you don't - am I getting into something - people are giving me some strange looks here. I mean, if this is any sort of reflection of any level of corruption, I want to know about it.

MR. WARD: Listen, I think that BAR would better equipped to explain. They have regular meetings with the Department of Motor Vehicles and it's been a subject of discussion and I'm not sure - and I wouldn't say the BAR bears any responsibility here because they are aware of it, they've brought it to the attention to the Department of Motor Vehicles and what has happened from that point, I have no idea.

CHAIR WEISSER: Okay. Thank you, Randy. Please.

MALE: I have one question that I'll clarify. You said of the

36 percent directed, you said 24 percent showed up. Now you mean that there was a loss of 12 percent or 24 percent of the 36 percent?

MR. WARD: No, a loss of 12 percent.

MALE: A loss of 12 percent.

CHAIR WEISSER: So they increased the number of directed vehicles in order to get to the 36 percent target; is that correct?

MR. WARD: If you were going to get to the 36 percent target in theory, you would have to increase the number of vehicles directed to somewhere around -

MALE: Fifty percent.

MR. WARD: - yes, 48 or 50, which they are not doing. They are directing 36 percent, of which 24 are showing up. So the complaint that is levied here by Mr. DeCota often about the number of vehicles going to test-only also includes volunteer vehicles, which has in itself its own explanation which I would say is very consistent with Dr. Lamare's study.

MALE: Pardon me, just a follow-up. The missing 12 percent then is what we're sort of talking about here in some respect.

MR. WARD: That's right. In other words, if you annualize that figure, it's an annual 12 vehicles of the fleet that you have no idea - and this is of the HEP, this is HEP vehicles, so these are the vehicles that are clearly the most likely

to be creating emission problems.

MALE: I've asked that question about that 12 percent many times and I never get an answer.

MR. WARD: Well, it's not an easy answer and in defense of the Bureau, the Bureau has spent time on this. It might be worthy of spending some additional time or having them give you a presentation on their level of frustration and the issues they've looked at, but I know it has been an issue of concern in the past for the Bureau.

CHAIR WEISSER: Thank you. Bruce, do you have a comment?

MEMBER HOTCHKISS: Yes. DMV has the authority to override on a variety of issues, and I wouldn't want to characterize every Smog inspection that they override as being some kind of crime. Some of them that I've heard about are people who were out of cycle, for some reason they got a notice for Smog, they got one last year. They go in and complain, why am I being sent again, and it's overridden. There are certainly times when the clerk will override something they shouldn't, but they override drive-test failures, they have the ability to override a lot, so it's a much bigger issue that just the Smog Check.

CHAIR WEISSER: Okay. I just - my heart starts pounding when I hear those sorts of insinuations. Are there other questions from Committee Members at this point? I'm going to go to Len and then Steve.

MR. TRIMLETT: Len Trimlett. A couple things. First, if DMV is overriding, DMV clerks are overriding the system, you'd want to know about it and see how are they overriding it. Another thing with relation to late registrations, I get my registration certificate 90 days in advance. I go to DMV and they won't take your fees until 60 days before. Try moving the registration certificate to 60 days before instead of 90 days. Out of sight, out of mind. Something to think about.

CHAIR WEISSER: I can actually remember myself getting that notice and saying, oh, it's Christmas, I'll worry about it next year, and sticking it in my pile and it disappearing.

MR. TRIMLETT: Yes, it disappears. Out of sight, out of mind.

CHAIR WEISSER: Right. Thank you.

MR. TRIMLETT: Move it up to 60 days.

|| CHAIR WEISSER: Thank you. Steve?

MR. GOULD: Steve Gould. About that missing 12 percent, we encountered that problem back at BAR in 99 and we found when we first started directing vehicles that there were a number that were missing and the reason for that was vehicle attrition. In the years where the HEP originally focused, let's say that would be 12- to 15-year-old vehicles or older, the attrition rates run about 13 percent a year, 14, they max out at about 14 percent a year. So over a two-year period, you'd expect about 28 percent of the vehicles to

disappear. In addition to that, you have a lot of vehicles that are taken out of state. The 12 percent missing is a concern, but there are some explanations for it. The second point with respect to Jeff Williams' presentation, the point where you saw a declining number of late registrations and then it goes down and keeps going off, that is the 60-day notice, but that is not a 60-day notice from DMV. That is a 60-day notice from Franchise Tax Board saying if you have not paid your fees to DMV, we're going to give you a penalty. And that was where the reaction was, so I thought that might be worth thinking about.

CHAIR WEISSER: Thank you, Steve. Mr. Peters?

MR. PETERS: Yes, I'm Charlie Peters, Clean Air Performance

Professionals representing motorists. Certainly interesting discussion, but when we've got 1.43 million U-Hauls that never get a Smog Check that are in California and are required to go outside of California at least one day a year to be eligible and none of them ever gets a Smog Check anywhere in the country, including U-Haul, which is registered in Arizona that has a program not one of them ever gets a Smog Check in Arizona where they're registered, ever. And we just ignore this because it appears as though certain interests have a whole lot more political horsepower than this Committee has any guts to address. So I find this area of discussion meaningful, important, and certainly

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would love to see somebody look into some of this. I think the U-Haul is just a minor part of a very large opportunity where if you look at the general population, cars that get registered in zip codes that don't require Smog Check, cars that get just a lot of things that are just being swept under the table here because we don't want to make any waves, I would highly encourage the Committee to actually address some of these issues and actually look into them and even consider the possibility of U-Haul, etcetera, actually being on the table here for consideration for taking a little better look at what is going on. You've got 1.43 million cars that are not subject to Smog Check if the cars go out of state at least once a year. Where's the evidence that that's taking place? I see none. Is any of those cars going out of the state of California? Probably not. anybody care? Obviously not. So if this was about the air, we'd be dealing with some things that mattered and of course this has only been on the table for 15 years, totally ignored.

CHAIR WEISSER: Thank you, Mr. Peters. I'd like to invite any comments on the information that was presented by Dr. Williams from either ARB or BAR. To me, it's kind of interesting and I'm wondering if you're curious about it and if there is a potential opportunity here to utilize this information as an entry point to something that might

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Allan, any? Is something that you think might be -CACKETTE: Well, I think when we looked at this before, we were mainly focusing on those that never registered for a long, long period of time and as the data shows, it's an important but small number of people that altered their cars, so we still care about those. But I don't we had really paid any attention to just being late. I'd be interested in the emission analysis because it's not completely straight forward. It depends on how fast the cars deteriorate. So if you were to take a slice - let's say that every car was either dirty or clean, had no deterioration for two years and then became dirty again, if you took a slice in time, you would find that most of the okay cars, there's a fraction of the cars that are late and there would be a fraction of cars that were clean because they were late from the last cycle. They had a two-year clean window and it would work out to be no impact, I think, if you looked at a slice in time. We know, however, that the failed cars are failing again at a fairly high rate relatively quickly, which is the whole purpose of this new analysis that we're trying to do. And so I think the delay does end up with a cumulative net increase in emissions in any one slice, any one day, that you look at this.

actually result in reducing emissions. Tom, any reactions?

CHAIR WEISSER: I don't understand one part of what you said.

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You have a 24-month cycle, right, and if I'm getting my Smog Check and effecting repairs in month 26, going past the and then I have to get that Smog Check again done in month 48, two years after the 24, haven't I gained two months? MR. CACKETTE: Yes, you have, but if you look at it as a slice in time, there would be, in my hypothetical thing, there would be cars that are cleaner than there would otherwise be because they delayed their Smog Check. They just take the 24-months of cleanness and move it in time a couple of months along.

CHAIR WEISSER: So you're saying that -

MR. CACKETTE: But I don't think that's the case in most cases because the cars don't last two years. The repairs on the cars, the low emissions don't last two years, so in that scenario, there would be a net increase in emissions.

But in projecting how long those repairs last, CHAIR WEISSER: do you just straight-line the deterioration?

MR. CACKETTE: Well, we have from way back when we did these 1,000 car studies, and that's what's in the model, we have a projection of deterioration over time, but I don't think it jives completely with what we're seeing from the roadside, which shows that the failed cars fail again. Well, the statistic is 40 percent of the cars that failed got a repair are failing again on an average of six months later. that's what we're looking at is why is that. Why aren't the

repairs durable. And on the question of whether this delay concept in M-Fact, I'm sure it's not. It's a new one, so I don't think M-Fact just assumes cars get fixed over two years and then they deteriorate depending on whether they passed or failed. They deteriorate over time over the next two years.

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Anything else you'd like to add, Tom? CHAIR WEISSER: MR. CACKETTE: No, I think it was very interesting and I think there is a potential - since there was a large number of cars, even though it's a small period of time, it may be as

before they get repaired.

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important as those small amount of cars that wait whole year

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Thank you, Tom. Anything BAR would like to add CHAIR WEISSER: to this?

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MR. COPPAGE: The only thing I could speak of is the program avoidance issue. I spoke earlier regarding BAR's public outreach programs and apparently some of the preliminary conclusions Dr. Williams draws. Human behaviors goes across the board with this and we have reached out with our public education arms to education consumers about this. You can only go so far. You can share the information with people and they're the ones that decide what to do with it in a

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timely fashion or in a late fashion to degrees.

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program avoidance program obviously is an issue and based on

our outreach, we're doing everything we can, but we're not

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the only ones in this.

CHAIR WEISSER: Thank you. Are there any other comments at this point in time? Seeing none, what we're going to do is break for lunch. Rocky, we have to abandon this room at 3:00 today?

MR. CARLISLE: Yes, 3:00 we have to vacate.

CHAIR WEISSER: What time is it, 40 minutes for lunch? See you at 1:00, folks. So we'll adjourn it until 1:00.

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CHAIR WEISSER: Okay. Are we recording?

MR. CARLISLE: Yes, we are.

CHAIR WEISSER: Okay. We will now reconvene the meeting, folks.

I hope everyone had a delightful lunch and watched the two strange goals scored at the World Cup. We're now ready to move into a discussion once we disable our cell phones.

Thank you for the reminder. A discussion of the IMRC Report and I wonder first if you might to give a little - do you want to give any little background?

MR. CARLISLE: Well, yes. What I was hoping to accomplish today, first of all, was to review this from a topical perspective, not necessarily go line-by-line edits, but get a consensus what we're going to leave in this report, what we're not. Talk a little bit about the six recommendations. I've also added in the four previous recommendations we made from the 2004 report. And there's one other piece I'm going

to have Janet make copies of when she gets up here and that is the program evaluations, the methodologies for program evaluations. And so a lot of these have been on the table for quite some time and my thought was we needed to move forward on these so that then we can redirect our resources to the issues of, for example, quantifying emissions benefits by station type, looking at the high-emitter profile, and some of the more intensive issues that are going to take a lot more time.

CHAIR WEISSER: Okay. I think what be best, Rocky, to go
through this is to initially just skirt through what you
characterize as the Executive Summary, and use that as a
template for getting out large policy issues. And then,
time permitting, go into the issues in whatever amount of
time we have left. I've gone through the report, I know
Jude has, I'm sure many of the other Committee Members have,
and I will leave you my marked up version to try to capture
the edits that I have suggested so far. Janet, there's a
document on your desk that we need copies for the Members,
so when you get a moment. Okay. So, in the consumer
information, the first question that comes to me is - well,
the report says - the draft says, however the IMRC has never
conducted a consumer information survey, when I guess in
fact we have. So you might want -

MR. CARLISLE: Until now, that's what I'm -

CHAIR WEISSER: This is an edit, but as part of 2004 -

MR. CARLISLE: Right.

CHAIR WEISSER: Okay. The recommendations for an annual consumer information survey - and I'm wondering if we should do an annual or a biannual, I don't know. But you might want to give a little wiggle room once every year or two. At least that's my thought. The Committee Members are - maybe we should ask for an annual knowing that we'll slapped down to make it a biannual. That was one thought. I like the recommendation. Jude has many suggestions associated with the write-up that we'll get to right now. Jude?

MEMBER LAMARE: What Janet is copying is a page called Principles of Evaluation that we had talked about but somehow didn't get in. In those principles is the idea that the evaluation of the Smog Check Program should include a consumer survey. So I really think that's where that recommendation belongs, rather than in our section on what our consumer survey found. What our consumer survey found were some findings about the consumers that were relevant to the program evaluation and I think they should be included, even in the Executive Summary.

CHAIR WEISSER: I agree.

MEMBER LAMARE: This was very off-putting for me because I'm too invested in the whole thing and I'm thinking this is not what this was about at all, so I don't think that this

summary and consumer information and this recommendation really reflect what the consumer survey was about and what the recommendations were from the consumer survey and so I have specific edits that I would suggest. And I know how we did this. You know, Rocky took what was in the Executive - a major part of what was in the Executive Summary of the consumer survey, the description of it, which is a couple years old now, a year old?

MR. CARLISLE: About a year old.

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MEMBER LAMARE: And so no criticism intended and I really agree with you that an annual - even though we reviewed all of that stuff a year ago and it was approved and it was released and it sent to the legislature, so in sense, it's all been vetted, I think it's fair game to reconsider that and I also would question having an annual consumer survey. But again, I believe that the recommendation about the survey should be in the principles of evaluation, not in the section about what we found in our consumer survey, because we didn't find in our consumer survey that consumers wanted us to talk to them every year. That wasn't a finding of the survey. Our findings were a little bit different and just to recap them, I would say one is that having a consumer survey does help balance the information that the Committee is hearing so that they're hearing from consumers as well as industry advocates and agency personnel, that the consumers

were satisfied with the program and didn't find very few problems that the program is working from their point of view, that the awareness of the Consumer Assistance Program is extremely low, even amongst those who would be income eligible. To the best of our estimation one of the major findings of this survey was people are not aware of not using the Consumer Assistance Program to help them repair their vehicles. And I think that clearly BAR is addressing that with Breathe Easier or the Breathe Easy Program. We also found in our consumer survey that there is a difference between air basins and that those air basin differences are statistically significant.

CHAIR WEISSER: Differences in terms of access to the Consumer Assistance Program.

MEMBER LAMARE: Differences in use of test-only, differences in CAP participation, differences in time in repair shops, differences in problems encountered - and I think that was mostly had to do with the Bay Area being rather new to the program, the last one. Okay, so -

CHAIR WEISSER: But, Jude, you've submitted suggested edits to Rocky already.

MEMBER LAMARE: I will.

CHAIR WEISSER: And these should be incorporate, Rocky, into your next draft.

MR. CARLISLE: Oh, they will be, yes.

CHAIR WEISSER: And -

MEMBER LAMARE: But I wonder if I could just make a couple of other statements about the report.

CHAIR WEISSER: Please.

ER LAMARE: One is that we're starting to go through these recommendation by recommendation and comment on them, that's fine, but number one, I think we need to have something in the report about the really significant work that we've been doing that did not have to do with recommendations for policy change. All of the work and all of the reports that we've had from Jeffrey and Emily, our new awareness of particulate in light duty, particularly comes to mind, that we need to recognize the work the Committee's been doing to investigate further and more deeply into the Smog Check Program as well as the specific recommendations that we have. So in that sense, using the model that we had last time doesn't quite work for me this time.

CHAIR WEISSER: So could you be explicit in terms of what you're suggesting, Jude?

MEMBER LAMARE: I would like our report to reflect our activities as well as our recommendations. I think we should have at least a paragraph describing each of the key issues the Committee has been investigating but does not have recommendations for as yet. And I single out particularly diesel I/M, which we did have a presentation

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on, light-duty particulate emissions control, which we did have a report to the Committee on, Emily's report on the economics of the Smog Check industry, and Jeffrey's reports on deterioration on scrap - I don't know if I could characterize them, but a series of reports on vehicle experience and multiple-year historical analysis of vehicles in Smog Check.

CHAIR WEISSER: Jude, let me play devil's advocate for a moment before I join with you. What does the statute require the report to focus on, Rocky?

MR. CARLISLE: Basically recommendations. First of all, evaluating the program and making recommendations to the legislature, which I should mention includes suggested statute for language.

CHAIR WEISSER: What I'm concerned about, Jude, is that we don't turn the report into an activity report. However, what we might want to do is to identify these issues that Jude has enumerated and indicate that this work has shone some light on the subject that is of interest to the Committee that we are going to be doing further work on, hopefully leading to recommendations for program improvement. I want to make sure it's not merely activities that we've done.

MEMBER LAMARE: Right. Areas that might develop into recommendations -

CHAIR WEISSER: There are some interesting things and I think

you could highlight, Rocky, in working with Jeffrey, highlight some of the intriguing questions.

MR. CARLISLE: Just identify them as work in progress, but we're ready to make recommendations on them.

CHAIR WEISSER: Yes, that's how I would do it. Jeffrey,

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MEMBER WILLIAMS: I agree.

CHAIR WEISSER: Thank you.

MEMBER WILLIAMS: I agree but I do want to say that it is of some use to legislators to think, just to take one example, the constant separation of test-only and test-and-repair.

We've identified that from Emily's work that chains and dealers matter and that the analysis and statutes that make these distinctions may be missing something. It seems to me more than work in progress.

CHAIR WEISSER: I agree. And you've already made some preliminary - you've reached some preliminary conclusions.

I'm open for that and if you could work together to put something together in that regard, I'd support what Jude is saying.

MEMBER LAMARE: Well, in response to that, I also found it really surprising that we spent huge amounts of time on the Horton letter, and then it's not in the report as a section about test-only and test-and-repair. But to the extent that Jeffrey would recommend additional language about findings

from the research effort from UC Davis, I think we would be remiss not to include them.

MR. CARLISLE: So on the comparison to test-only, test-andrepair, and Gold Shield, I don't think we're ready, though,
to make recommendations, but just maybe state our findings.
Is that what you're suggesting?

CHAIR WEISSER: That's what I would do at this point, Rocky.

MR. CARLISLE: Okay.

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CHAIR WEISSER: I think you need to come forward with the data and indicate what the data seems to indicate. It's one more reference point for the legislature and the administration. At this point, we are still in our process of trying to figure out what we would recommend insofar as the directed vehicles. Recognizing that the legislature has already entered this dance. Albeit, it's not a measure that's moving this year. There is activity on the part of some of the interest groups to have the legislature address the issue of directed vehicles. One of the issues that I would like the Committee to look at is the notion of modifying the approach toward the direction of vehicles so that vehicles that need to be directed are directed toward higherperforming stations. That sounds easy, but the first thing you've got to do is define higher-performing stations. There are about 16 other things that you need to do also. That's something that I'm interested in exploring and I know

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the interest groups have been talking at each other and with each other on the issues - on that issue. But that's where this is leading, it seems to me. It's leading to the - I don't know what the Committee as a whole is going to want to do, but it's leading to the Committee performing an analysis and coming forward with its judgments regarding the program for directed vehicles and for achieving emission reductions.

MR. CARLISLE: Agreed.

CHAIR WEISSER: I'm sure that's something that we or you will be addressing next year. Okay. Are there other comments that you'd like to make at the outset, Jude? Overall issues? So I don't want what Jude said on the Horton letter to be lost.

MR. CARLISLE: Oh, not at all.

CHAIR WEISSER: I think that's part and parcel. I think it

needs to be made part of the report. I would use it as the

kick-off for that discussion of directed vehicles.

MEMBER LAMARE: You've all received now a copy of this

Principles of Smog Check Evaluation. This was passed out at

various times in the past and it's an attempt to put into

this section of the report some simple findings by the

Committee about how evaluation should take place and what

the whole Smog Check evaluation thing is all about. The

five recommendations, or four recommendations, that are in

this particular draft version have to do with scheduling

activities and reporting. And I'm not sure there's any

support on the Committee for this. It just seemed to me that what we have in terms of evaluation of Smog Check is not a regular activity, but one that -

CHAIR WEISSER: I'm certain that you will enjoy the Committee's support in this recommendation.

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The DCA, BAR, and ARB review has typically been MEMBER LAMARE: delayed months and years and evaluation activities put off or reports not forthcoming. This is an attempt to say we ought to have a scheduled activities-schedule reporting and budgeting for evaluation activities on a continuous basis, milestones, and that the evaluation should be review in a public hearing of the California Air Resources Board with opportunity for public review and comment there. think we've talked about that in this group before. sure where the Members are since we're charged by statute with the requirement of reviewing and reporting back to the legislature, but this would be an additional avenue for public review at the Air Board where the air quality impacts could be more carefully looked at. And a third recommendation was that any evaluated activities should be routinely budgeted and activities conducted on a continuous basis with milestones and deliverables. It seems to me on my time on this Committee that I've heard that in fact the agencies are typically doing evaluation activities most of the time, but from time to time they're interrupted or

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personnel are moved or they cease. And this is just a cry, a plea, for more regularized reporting and budgeting of evaluation activities, so people like us know what the agencies are expected to be doing and whether or not they are doing it. We have talked numerous times about the need for roadside inspection, remote sensing, undercover failed vehicle analysis, and VIN data. And that number four recommendation is about making those data available, including the fast-pass. As you recall, one of our recommendations in the past was that fast-pass should be suspended for at least a sample of the test to enable the evaluation of the program. So that's nothing new. number five, consumer survey, consumer information surveys of failed-vehicle owners should be routinely conducted to determine how well consumers are informed about their choices and their assessment of the testing and repair process. So that would sort of set up a separate section of the report about evaluation.

CHAIR WEISSER: It sounds like a good idea to me. What are other - any Committee Members disagree with that approach at this point? Then give it shot, Rocky -

MR. CARLISLE: Okay.

CHAIR WEISSER: - working with Jude and try to move forward.

Let's go back to open it up if there's any comments,

additional comments on the consumer information portion?

Roger?

MEMBER NICKEY: Well, number five, this last sentence just jumped out at me here. They should include Consumer Assistance Program eligibility and use and be conducted in all the languages of failed-vehicle owners. Now, we have a certain percentage of non-English speaking clients, but I haven't got a clue what language they are speaking, and I hand them the information and that's pretty much all I can do.

CHAIR WEISSER: I - it's a good question. I don't know what the State rules are associated with the publication in languages other than English to ensure citizens can participate in government and receive benefits of governance.

MEMBER NICKEY: Well, CAP is available in Spanish. You can get the flyers made, but there are many other languages.

CHAIR WEISSER: But there are many, many other languages. And I don't know what the rules are, Jude, in that regard. They may be population or percentage of population based in terms of the requirements that apply to all State programs. And maybe a little research on that might illuminate us and if you could come back and let us know what the State requirements are.

MR. CARLISLE: Okay.

24 CHAIR WEISSER: They might already be -

MEMBER LAMARE: Right.

CHAIR WEISSER: Okay. Thank you, Roger. Others? Okay. going to try to move through Executive Summary part pretty The next issues raised here is the organization placement of Smog Check. And I think the fundamental question for the Committee is one relating to all the recommendations that we made in our prior report. Do we want to, in the Executive Summary, move those to a separate section which talks about recommendations made in the past thing that have not been implemented? Do we want to not include them at all, since we already made the report and some were accepted and some were thank you, no thank you, rejected? What's the Committee's thought on that and what are your thoughts, Rocky? I tend to think that we might want to separate those recommendations that have been made in prior years and put them in a separate place in the Executive Summary and in the report.

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MR. CARLISLE: Well, the reason I didn't totally separate them like I did the previous recommendations was because this was not formally introduced in the last report. This was a separate issue paper that we had sent to the legislature as you recall.

CHAIR WEISSER: Well done, Rocky. So how do I finesse this? A piece of me wants to move other issues - in fact, I'll finesse it by telling you that I will speak to you offline about this.

MR. CARLISLE: Okay.

CHAIR WEISSER: I think we probably - and I want to solicit the Committee's perspectives, do need to report on this and perhaps even include the letter that we sent on this issue.

But I do what to somehow separate it from some of the other issues that we've been working on this year.

MR. CARLISLE: I would agree with that.

CHAIR WEISSER: All right. Jude?

MEMBER LAMARE: Given what we heard this morning about the importance of the SIP coming up in 2007 and the fact that ARB does want to have an annual Smog Check for older vehicles or high-mileage vehicles when the SIP is adopted, they will not be able to include that in the SIP, but it's very urgent that these 2004 recommendations, in my opinion, come to the fore as urgent items needing attention from the legislature immediately to catch up. Because we've actually had 2005, 2006, with no real response from the legislature on these 2004 recommendations. And now going into 2007 SIP without them acting on this, we will be really remiss in our SIP.

CHAIR WEISSER: Jeffrey?

MEMBER WILLIAMS: I wanted to agree with that.

CHAIR WEISSER: Yes, I think you make a powerful case for moving those up. So now what we need to do is sort of prioritize your suggesting the recommendations in this report and I

think in the face of the 2007 SIP you couldn't better than what you've just described in terms of the most impactful things. The organization issues are, I think, secondary to emission reduction issues in the short term. Thank you, Jude. Any comments on the Execute Summary at least on the Smog Check Program avoidance? Okay. Then let's get our hands a little dirtier. When we get into the previous recommendations, I'm on Page 1-5, folks.

MR. CARLISLE: I'm just curious, could we back up to Page 1-1?

We didn't talk about the first two items on here.

CHAIR WEISSER: Sorry.

MR. CARLISLE: No problem.

CHAIR WEISSER: Oh, that's because I didn't have any comment.

MR. CARLISLE: Oh, okay.

CHAIR WEISSER: I didn't bend the page, so let me open it up to improve station performance through the cut-points, that whole discussion of the complexities associated with it.

What are - any Committee thoughts on this? The recommendation would be to revise the cut-points to more accurately reflect the emission performance capability by model-year, engine size, blah, blah. Now, I thought this was a recommendation that was in the CARB report and our report in the past.

MR. CARLISLE: Yes, it did talk about that, but that was after - tied to after-repair cut-points.

- || CHAIR WEISSER: Yes, but we're not talking about after-repair.
- 2 MR. CARLISLE: No.

- 3 | CHAIR WEISSER: We're talking about pre-repair cut-points.
- $4 \parallel MR$. CARLISLE: Right. First test, this just standardizes the
- 5 || cut-points so there's no confusion.
- 6 | CHAIR WEISSER: Right.
- 7 | MR. CARLISLE: The after-repair cut-points would have had an
- impact, but it would have been very confusing for the shop,
- 9 | for the consumer -
- 10 | CHAIR WEISSER: I think it would be very difficult to get that
- 11 | through.

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- 12 | MR. CARLISLE: Yes.
- 13 | MEMBER LAMARE: Well, really, aren't we saying that this is a
- 14 better recommendation than the 2004 recommendation?
- 15 MR. CARLISLE: Yes.
- 16 | MEMBER LAMARE: And also, doesn't this change take place through
- administrative action only and it doesn't require
- legislative given that it doesn't require legislative
- action, it would seem to me that this recommendation should
- be like lower down, less visible, less prioritized in the
- 21 report and ought to be clear that the agencies have already
- been working on implementing it and that we simply concur
- 23 | that this is a better approach to the issue identified in
- 24 2004 policy recommendations.
 - CHAIR WEISSER: That's a good point, Jude. However, I think

it's also important to note that this is something that could impact the 2007 SIP, so that would argue for keeping its relative place somewhere ahead of the bottom.

MALE: If I may.

|| CHAIR WEISSER: Please.

MALE: I think it's also important to put something up there that can actually be accomplished forthwith so that people kind of get a step, if you will.

CHAIR WEISSER: And it's not without controversy.

|| MALE: No.

CHAIR WEISSER: There will be those that argue that adjusting the cut-points making them tighter is your really going after the wrong target. You should be focusing all your efforts on that small percentage of cars that are making - producing most of the emissions. And cleaning already relatively clean cars is not a great idea. But we disagree with that.

MR. CARLISLE: Yes, but I don't' think you can argue with seven tons per day as being a pretty -

CHAIR WEISSER: I can't argue with it.

MR. CARLISLE: Yes.

CHAIR WEISSER: To me it makes sense and it's still costeffective. Okay. The second item on that page is the
preconditioning work that you did based upon your study.
You characterize it as testimony. Is that the - I'm not

sure -

MR. CARLISLE: Well, no. I mean, once again, this requires no legislative action.

CHAIR WEISSER: Yes.

MR. CARLISLE: This is something BAR can do.

CHAIR WEISSER: Right.

MR. CARLISLE: The biggest finding I guess of the survey was the confusion that exists among technicians out there on preconditioning because there's absolutely no preset preconditioning for an ASM test. I mean, there's recommendations, but there's nothing in law that forces any technician to follow a procedure. And the confusion exists because a lot of the technicians said we're not allowed to precondition. In contrast, State law says you shall precondition. It's not permissive, it's a requirement. And so this was kind of a dilemma. But then when you get into the various types of preconditioning performed by the technicians, I mean it really does run the gamut.

CHAIR WEISSER: I remember the survey well and I think you recount it pretty well in this report. And I think the recommendation is solid. Anybody on the Committee disagree?

Roger disagrees.

MEMBER NICKEY: Well, I don't know that I disagree. I just want

to whine a little bit. I have a lot of input on the

preconditioning as you hear. Nobody ever talked to me. How

do I provide input?

CHAIR WEISSER: You can chat with our Executive Officer or you

can chat with everybody right now.

MEMBER NICKEY: This will go really fast.

CHAIR WEISSER: Cool.

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MEMBER NICKEY: Because I think the easiest way to standardize it, right now on the two-speed idle test, after the two speeds are finished if the machine sees that you're outside the limits, it calls for a three-minute warm-up and rerun the two speeds again. Okay. What I'm asking for on ASM is kind of the same only it doesn't take so long. Most of the failures for not being warmed up enough occur during the first portion of the test, the 15-mile-an-hour portion. Usually what happens is it will run the full length on 15 miles an hour and then it will fast-pass on 30 because it's finally warmed up or cat woke up or whatever. So what I'm suggesting is that if they would change the programming so that if the vehicle failed the 15-mile-an-hour portion, that's the first 30 seconds or whatever it is, then it would stop and repeat that one again and then go on to the 25 mile an hour and that would give it ample time to do a warm-up and it would all be standardized. They would all be warmed up for the same amount of time, under the same load, under the same conditions and that way everybody would be doing the same thing. The test would be fair.

1 MR. CARLISLE: To be honest, what I was trying to avoid was getting involved in kind of dictating what the warm-up 2 3 procedure might be and leave that to the expertise of BAR 4 and that would include consulting technicians as well, 5 because they do have the expertise that. We certainly have 6 a lot of expertise on this Committee, but they have a lot 7 more I think in their engineering division that they could 8 apply to this.

CHAIR WEISSER: What our recommendation is as it reads now, if

my recollection serves me correct is that BAR needs to come

up with a better way of communicating and enforcing a

standardized approach toward precondition; is that correct?

MR. CARLISLE: Correct, yes.

CHAIR WEISSER: That's the - I'm sorry?

MALE: I'm sorry. Well, the wording here, define the proper and clarify and so on.

CHAIR WEISSER: Yes. Without actually specifying what that should be.

MALE: Right.

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MR. CARLISLE: Right. They would define that and then they could write regulations and define it in regulation because without that, they can't go out to a shop and say you shall do this. They need the regulatory authority to do that.

CHAIR WEISSER: Roger?

MEMBER NICKEY: Yes, Roger Nickey, again. In the manual, there

you to -

is no procedure for precondition on ASM. It just says you will verify that the engine's warmed up and you do that by squeezing the upper radiator hose. It should be warm and should have pressure in it like that. There's no procedure for preconditioning. It just says you verify that it be warmed up. It doesn't specify what that is.

CHAIR WEISSER: And what you're suggesting is specific procedure essentially.

MEMBER NICKEY: Yes. We tried actually using a remote-sensing infrared thermometer and we got whacked for that because I was told that was diagnosis.

CHAIR WEISSER: Okay. Well, I don't know how to proceed, Rocky.

My comfort level is better with what - the more generic

approach that you've recommended, but that is principally

because I'm so ignorant in terms of the realities associated

with running a station.

MR. NICKEY: I was just hoping that somebody would ask me.

MR. CARLISLE: Yes, I believe it was before.

CHAIR WEISSER: Who was the preconditioning - you did the survey before Roger was on the Committee or was he already -

CHAIR WEISSER: Yes, this work had been done about a year ago,

Roger, before you joined. This is the first time it's come back to all of us, not just you. This is a good time for you to -

MR. NICKEY: You may not recall, but there was, at the very tail

end of a meeting when I was first here, you assigned myself and Dennis DeCota sort of in the same harness chained together, to address this, but it never really got put in cement and I never heard from Dennis.

MR. CARLISLE: Yes, because I had sent it out. But there was just - we never had any further discussion.

CHAIR WEISSER: Guess what? You and Dennis are now here charged to work with revising this to the Committee Members' satisfaction to present to the full Committee for their consideration at our next meeting. And would you make sure Dennis knows that and would you -

MR. CARLISLE: I will.

CHAIR WEISSER: All right. All right?

14 | MEMBER NICKEY: Yes.

15 | CHAIR WEISSER: Thank you.

16 | MEMBER NICKEY: Thank you.

CHAIR WEISSER: Moving right along. The next page is a - and

I'm a little bit unsure of this. It's a summary of the

recommendations from the prior report, right?

MR. CARLISLE: Yes.

CHAIR WEISSER: And I just have kind of a simple question on these. On both the authorized annual Smog Check inspections and the - for older vehicles and for high-annual-mileage vehicles - by the way, I would suggest you put the word annual mileage, not high annual mileage. It's not really

1 high-mileage vehicles, is it? MR. CARLISLE: 2 No. 3 CHAIR WEISSER: It's annual. Okay. 4 MEMBER LAMARE: It is high mileage. CHAIR WEISSER: No, I don't think so. It always gets referred 5 6 to as vehicles that are used more than twice the average 7 annual mileage, so - but that's a good thing for us to 8 explore. If I have a Yugo that's gone 300,000 miles, but it 9 really for the last three years it's only gone 1,000 miles, 10 does that get inspected? 11 MR. CARLISLE: No, that's a miracle. 12 CHAIR WEISSER: That was a set-up. Okay, Rocky. Or is it 13 25,000 miles a year or 30,000 miles a year? I had thought 14 from my recollection from the ARB report and from our prior 15 discussions that we were looking at it in terms of annual 16 If I'm wrong, I'm open for correct. 17 MR. CARLISLE: I think you're right because they were using the taxicabs as a basis for that. 18 19 CHAIR WEISSER: So it's not the total mileage on the vehicle, 20 it's the annual mileage that would click in? 21 MR. CARLISLE: I'd have to go back and read it to be honest. 22 CHAIR WEISSER: It's pretty important - well, Jude? 23 MR. CARLISLE: But you bring up a good point.

MEMBER LAMARE: I think the idea was, okay, we've got six years

of exemptions. Of course this recommendation when it was

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four years of exemptions. But some cars are driven so much in those first few years that their emission control systems obviously deteriorate and so as I understood it, it was not about how much they're driving each year, but the fact that cumulatively high-mileage vehicles wear out their emission control systems earlier than average and need to be examined sooner than average so a way to go around the exemptions and bring in vehicles that are already starting to fail. As I recall the report, nobody knew how to do this, so I'm not sure why we're going back and recommending it again. Maybe we better look at it.

MR. CARLISLE: It was capturing the data that was difficult because there was no legitimate way to do it on an annual basis, you know, to capture the total miles on the vehicle.

CHAIR WEISSER: So what's your suggestion, Jude?

MEMBER LAMARE: I would think we need to go back and read the original recommendation from the 2004 report and our discussion about it last time and see if we're willing to continue to go ahead with this considering that these are - I think this is an area where you're talking about remote sensing might be useful because it's going to capture vehicles that are failing before they're due to come in for their first Smog Check.

CHAIR WEISSER: My recollection, I have not looked at the last report for well over a year, is that our recommendation here

was limited to suggesting ARB and BAR, with their great expertise, try to figure out a way to deal with how do you identify the vehicles, a methodology. How do you go about identifying. That still probably makes some sense.

MR. CARLISLE: Mr. Chairman, if I could ask. It might assist us in expediting the next draft if we could assign subcommittees to each one of these topics that I could work with in the next couple of weeks so we could get at least their approval on the redraft and that way it may be more complete for the next report - or the next meeting.

CHAIR WEISSER: That's a great idea.

MR. CARLISLE: Or a subcommittee for the report in general, either one.

OF both. You may need individual subcommittees as we've established with Roger and Dennis and you might need some help from an overall subcommittee in terms of getting consistency and language and editing. I would, if that's a decision that I can make, name myself and Jude as the subcommittee for consistency and editing and structure. But in terms of the other subcommittees that you would find helpful, Rocky, I guess what I will do is ask you to come forward to me following this meeting with a list areas that you want the Committee's help with your suggestions as to who on the Committee - not me - will be able to focus in on

a particular issue area.

MR. CARLISLE: Okay.

CHAIR WEISSER: And give you help in that particular issue area so at least you're walking in then to our next meeting with two members that theoretically have bought off with what you have. I hope you're not taking any of the discussion that's going on today as being critical of you.

MR. CARLISLE: Oh, not at all.

CHAIR WEISSER: Because I actually feel this report, the writing in this report and the organization of this report, is miles ahead of where were last time, the first draft that we had. So you did, I think, a good job.

MR. CARLISLE: Thank you.

MEMBER LAMARE: Yes.

CHAIR WEISSER: The comment that I was going to make in both the annual and the - the annual Smog Check inspections for high-annual mileage and for older model vehicle years related to the statements in both regarding the exemption of 1975 and older models and the allowance of the consumer to pick the Smog Check station of their own choice. The reason that we put in the exemption for 1975 or older models is just so that we didn't unnecessarily inspire paranoia on the part of older car owners. Is that correct or incorrect, Rocky?

MR. CARLISLE: I think that's a good idea. This would have brought them in actually.

- 1 | CHAIR WEISSER: Excuse me?
- 2 MR. CARLISLE: This would have brought them in.
- 3 | CHAIR WEISSER: No, I didn't -
- $4 \parallel MR$. CARLISLE: Oh, no, I'm sorry.
- 5 | CHAIR WEISSER: This kind of says -
- 6 | MR. CARLISLE: Yes.

- 7 | CHAIR WEISSER: it would require that the older vehicles -
- 8 MR. CARLISLE: You bet.
- 9 | CHAIR WEISSER: Is that why we have that in there?
- 10 MR. CARLISLE: Yes, because we didn't want to there's a lot of
- 11 hobby cars, plus the older model year vehicles, the parts
- are getting more difficult to acquire, that kind of thing.
 - CHAIR WEISSER: And I don't have a problem with the selection of
- the station. Okay. Any other comments on these two items?
- I have to agree with Jude. I think these are issues that
- belong toward the front, if not the front, because of the
- potential impact on the SIP development. But seeing kind of
- 18 | the glacial pace that we approach these issues, it seems
- hard for me to envision how changes are going to made in the
- timeframe to be included in the 2011 SIP, much less the 2007
- 21 | SIP. Okay. The next one, smoke test. We've kind of had a
- 22 discussion on that. Just in your write-up here, Rocky, I
- would think that you might want to move numbers three and
- 24 | four to the front because it kind of lays out what you're -
- one and two seem more technical. That's an editorial. I'll

pass that on, I'll give you this copy. Okay. We're going to get into a little more detail. Are there any other comments on smoke test?

MR. CARLISLE: Do we want to make mention of the fact that AB70 is in play right now?

CHAIR WEISSER: Yes, you should. And by the time this report gets out, it will be either law or history. You have to write something like at the time of the writing of this draft, the legislature was considering some - I don't know. Okay. I'm going to move to the introduction, and I'm wondering, part of the introduction, California Smog Check Program, it would be helpful to legislators or anybody else reading this thing if we try to place the program in context. You say Smog Check Program is an important component of the California strategy to improve air quality and cost consumers almost \$800 million per year. We should have a statement in there then saying that it results in X number of tons and Y number of NOx and Y number of tons of volatile organic compounds and Z number of tons of climate change or CO2 and Z number of tons of particulates being no longer emitted due to repairs made after a vehicle fails Smog Check and is repaired. Something that shows what the hell the impact of the program is on emission reductions.

MR. CARLISLE: Okay.

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CHAIR WEISSER: A figure, by the way, that is awfully to get

one's hands on.

MEMBER LAMARE: We have a number from the 2004.

CHAIR WEISSER: Yes.

MEMBER LAMARE: We'd just say that the 2004 program evaluation

showed these emission benefits.

CHAIR WEISSER: Rocky did a - and staff, did a discussion on the specific vehicle cut-points. Now, is this lifted out of our earlier report, Rocky, or is this new?

MR. CARLISLE: No, that's new.

CHAIR WEISSER: Oh, I thought it was pretty darn well written and whoever did it, good work.

MEMBER LAMARE: Well, one exception I would have on Page 2-4, tighter after-repair cut-points, in the middle of the page, the last sentence in that tighter after-repair cut-points. Still the IMRC agrees that tighter after-repair cut-points might be studied. So perhaps this was a finding that IMRC came to, but just in case it has not already been expressed by the Committee, I think it's important to bring attention to this sentence and determine whether this is indeed what we want to say about tighter after-repair cut-points.

Personally, this is a very interesting section and it has a lot of background, arguments pro and con, and so on. But the bottom line is that the agencies are engaged in, I believe, an intent to refine cut-points for failure and that they have backed off of their recommendation for tighter

after-repair cut-points.

MR. CARLISLE: Right. So maybe -

MEMBER LAMARE: And so I don't know that - as I recall this, when we reviewed this issue in 2004 or 2005, I was willing to support the agency's recommendation for tighter after-repair cut-points, but since they have backed off that and we're not getting any additional information from them about their assessment on that, I'm now really not comfortable saying that we, independently, because what information do we independently have that this is a good or a bad idea?

MR. CARLISLE: It's gone.

MEMBER LAMARE: I just feel fairly confused by this section.

CHAIR WEISSER: Well, we're going to excise it in the next

draft. Okay?

||MEMBER LAMARE: Yes.

CHAIR WEISSER: All right. Any other comments in the next section? Vehicle preconditioning. I only have one little edit that I'll give you. I thought this was well-written.

Any comments or concerns or -

MEMBER LAMARE: Well, I think it would be appropriate since

Roger, as a Member of this Committee, has suggested one way

to regularize warm-up for ASM that we include that

suggestion as a Member of the Committee has suggested that

this is a way that this procedure could be regularized into

the report.

- 1 | CHAIR WEISSER: Thank you. Good suggestion.
- 2 | MR. CARLISLE: Okay. Do we put that in the recommendation or in
- 3 the background?
- 4 | CHAIR WEISSER: Recommendation.
- 5 | MEMBER LAMARE: Background.
- 6 | CHAIR WEISSER: You say background, I say recommendation. It's
- 7 | a recommendation by one of the Committee Members.
- 8 | MR. CARLISLE: Okay. We'll talk offline about it.
- 9 | CHAIR WEISSER: You guys, yes.
- 10 | MALE: That doesn't sound right. The rest don't recommend it?
- 11 | CHAIR WEISSER: The rest plead ignorance, I don't know. Okay.
- 12 The knowledgeable Dennis isn't here.
- 13 | MR. CARLISLE: I think we could put that in but I would again
- 14 suggest that we leave the final recommendation up to the
- Department. Would that be -
- 16 | CHAIR WEISSER: Yes, I think that's the -
- 17 | MR. CARLISLE: Okay.

- 18 || CHAIR WEISSER: I mean we've had discussion regarding the
- 19 section on consumer information study. Jude has a draft
- which you should get circulated to the full Committee.
- 21 | MEMBER LAMARE: I think the draft that circulate is simply the
- 22 report the Executive Summary from the prior report that
- we've already adopted so, other than wordsmithing, I'd just
- 24 say use the same recommendations we had before.
 - ||CHAIR WEISSER: Then we have the organization placement of the

Smog Check Program. Jude?

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MEMBER LAMARE: The only edit I would add if the Committee would be indulgent on this is we say in this section, the IMRC believes the Smog Check Program's effectiveness appears to be treated secondarily to other considerations by BAR. like to let go of that concept. But I would like to say that even though Smog Check is an air quality measure included in a federally required air quality plan, the Air Resources Board does not subject Smog Check Program to the same level of review of other measures that are in the SIP. And I guess one way, it's not simply a matter that BAR has other considerations, but that the Air Board is not engaged in this SIP measure in the same degree as it is engaged in other air quality measures. So I think that if you want to keep the first sentence, I would say appears to be treated secondarily to other considerations by State government. And that by placing the program in Consumer Affairs Department and not having it reviewed by the Air Resources Board, it places the consumer concerns about the program at a higher level than the air quality concerns.

CHAIR WEISSER: Well -

MEMBER LAMARE: And I think just rather than the failure of any particular staff or manager, absolutely we need to emphasize that. This isn't about the people who are implementing the program, but the program is not being managed at the level

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that it needs to be managed for its air quality purpose.

CHAIR WEISSER: I'd be willing to add the comment that you - I'd be willing to support adding the comment that you put forward regarding the - it's an anomaly that the ARB, the agency responsible for air quality, doesn't have the authority or role. But I frankly do believe that in fact BAR's responsibilities are such that their priorities are different than ARB's and they tend to focus on the things that we talked about in this letter and I personally will not support backing from that statement.

MEMBER LAMARE: Okay.

CHAIR WEISSER: I mean, I recognize it's spitting in the wind and you guys, by now, know I respect them, yes I will love you in the morning, but really do think program direction for the Smog Check Program should be coming from the Air agency. That's my belief. I know that many of you disagree I don't want to back of that. If I'm outvoted with that. by the Committee Members I can live with this. But I would like to add under any circumstances the concept Jude put forward with regarding this anomaly in terms of ARB's lack I don't know what else to call it. So let's, if you would Rocky, work with Jude and I on massaging this along the lines that she suggested. But if Committee Members would like to back off of this issue, just let us We'll have a debate and take a vote and decide what

we should do. Okay. Tire pressure. I'm on Page 3-18 - 2-18, I'm so sorry.

MEMBER LAMARE: Comments on this I think might be good to include greenhouse gas since the State does now have a climate action plan and goals for reducing greenhouse gas and that anything that reduces fuel use reduces the greenhouse gas. Probably somebody could come up with those numbers in Cal EPA. And the other thing I would just question is sunseting the program in 2014. It says the program should sunset in 2014 when vehicles with NHTSA-required equipment would be entering the biennial Smog Check Program. And then the benefits we have estimated would begin to be duplicated. I would think you'd want the program in order to make sure that the equipment that is going to be required in 2014 is actually working.

MR. CARLISLE: Yes, but I think the automatic monitoring systems would supercede this and so it would be kind of redundant.

CHAIR WEISSER: Not so. Jude raised an issue I was going be raising also. The nature requirement is to - is somebody snoring in the microphone? Me? Is to require that a warning light be actuated - it is me - require a warning light be actuated when tire pressure falls and I believe it's 25 percent under the recommended level of inflation, so if you're up 32 PSI recommendation, that light won't go on until it's 23 PSI. So it's not a low tire pressure warning

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system. It is a danger. You have your - you don't have a flat, but you are seriously under-inflated. For that reason, I do not believe that this round of requirements are sufficient to go after what we're interested in, in terms of emission reductions. Yes, it will have a positive salutary impact on safety, but it's not going to have the sort of impact you want on efficiency and, therefore, emissions. Now there are manufacturers who are in the high-end of their line also building in automatic inflation devices where when the tire pressure gets two pounds less than the recommended level, a pump is actuated and that tire is refilled. suspect in ten years that's going to creep down and you're going to - it will be on most, if not all, cars. But until that occurs, the notion of doing this sort of thing to me makes sense. I'd like to match it with as the customer exists the shop, they get a BAR tire inflation gauge, which is why I want to find out how much those suckers cost. You're talking, we're talking here a number of the benefits in the range of tens of millions of dollars and if these gauges can be bought for a buck each, I wouldn't mind giving away five million a year if it helps. You might get a lot of bang for the buck just saying maybe the person will try it once in a year. Anyhow, I won't suggest we put that in the recommendations yet, but next month when we get your cost figures, maybe I'll change my mind.

1 MEMBER LAMARE: Mr. Chairman, just going backwards. I need to The report does include CO2 emissions. 2 apologize. 3 question is whether staff could revisit those and there seem 4 to be some contradictions here. I could work with you 5 offline on that. MR. CARLISLE: On the CO2 emissions? 6 7 MEMBER LAMARE: We might need to - let's just make sure that 8 this is all consistent in terms of the emissions reductions, 9 but they are there. MR. CARLISLE: I have consulted with ARB on those CO2 emissions. 10 11 MEMBER LAMARE: Yes, that was good. 12 There's a lot of editorial stuff here that I CHAIR WEISSER: 13 scribbled on. I'm unsure as to the question associated with 14 reduced false Smog Check failures and you're saying that if one of a 1,000 vehicles were marginal because of low tire 15

MR. CARLISLE: It increases the load on the dynamometer.

fail because of low tire pressure?

Consequently you have higher NO readings as a result.

CHAIR WEISSER: Roger?

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MEMBER NICKEY: It's increased rolling friction, and if we could just digress for a moment. Your hybrids have different tires.

pressure, I guess my whole question is why would a vehicle

24 | CHAIR WEISSER: Yes.

MEMBER NICKEY: They're higher pressure, they're narrower,

reduce rolling friction. The lower the pressure, the more rolling friction you have. You get a great ride, but you get more rolling friction.

CHAIR WEISSER: I would advise us to explain then why, in this item.

MEMBER NICKEY: You're going up hill all the time.

CHAIR WEISSER: No, I understand. I just - okay. Are there any other comments or suggestions for this section? Avoidance.

MEMBER LAMARE: Question.

CHAIR WEISSER: Jude?

11 | MEMBER LAMARE: Page 2-22 under background.

12 | CHAIR WEISSER: Yes.

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MEMBER LAMARE: If the vehicle fails a change of ownership test, they may continue to drive it legally until the next

biennial registration is due. This is very confusing to me in my over simplistic mind.

MR. CARLISLE: That's a typo.

MEMBER LAMARE: Is it that we mean a vehicle that fails a change of ownership test may continue to be operated by its owner until its next biennial without repairs?

MR. CARLISLE: Right. That was -

CHAIR WEISSER: So by its current owner.

23 | MR. CARLISLE: Right.

MEMBER LAMARE: But that would have happened whether he intended to sell or not.

MEMBER WILLIAMS: But the difference is we know it has failed.

2 | CHAIR WEISSER: Yes.

MEMBER LAMARE: We know it's failed, but it would have failed.

It was out there being failed or failing whether we knew it or not.

MR. CARLISLE: Actually what's missing there, a change of ownership - it should say inspection, it says test. Now that's not a typo. What they're saying is, for example, if you have a vehicle, maybe you go to sell it and you just had an inspection maybe eight months ago, but you go to sell it and now you need a new one and it fails. Well, now you can continue until the next biennial event.

CHAIR WEISSER: You can't sell it or the new person can't register it.

MR. CARLISLE: Right. So he can't register it, but if he decides not to sell it, for example, then he just keeps driving it in its current condition. He's probably not going to repair it because there's nothing forcing him to get that completed Smog as a pass.

MEMBER LAMARE: However, if he wants to sell it to someone else, it must pass.

MR. CARLISLE: So the thought was still there, it's just that I need to clarify that.

24 | CHAIR WEISSER: Jeffrey?

MEMBER WILLIAMS: On this general topic of program avoidance,

1 when does procrastination become avoidance? So we want to mention something about procrastination here or -2 3 CHAIR WEISSER: Yes. MEMBER LAMARE: Yes. 5 MEMBER WILLIAMS: - does anybody want to say -6 MR. CARLISLE: My goal was to revisit this one based on your 7 recent findings and if we can actually quantify the 8 emissions benefit in the meantime to add that in there as 9 well. 10 CHAIR WEISSER: Well, I doubt that you're going to do that in 11 the meantime. You think you might? 12 MR. CARLISLE: There's a definite possibility. 13 CHAIR WEISSER: Okay. I'd be impressed if it holds water. 14 sort of recommendations do you think this Committee might want to entertain? 15 16 MEMBER WILLIAMS: Why is not being late for a Smog Check subject 17 to the fine, that paying your money is; that's one. 18 CHAIR WEISSER: What about a letter of 30 days? 19 MEMBER WILLIAMS: Yes and you lose the right to have two years 20 until the next one if you're a terrible procrastinator. 21 CHAIR WEISSER: John? 22 MEMBER HISSERICH: It was a suggestion about the automated phone 23 call there at some juncture there, which I think is a kind

of prod that is really irritating having just gone through a

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political season.

1 CHAIR WEISSER: I will entertain the discussion, but I will tell 2 you, I have not recovered yet from the hundreds of automated 3 calls I got during the political season. 4 MEMBER NICKEY: The problem you'd have with that is that the 5 telephone number is not a part of a vehicle record. 6 have to acquire all those phone numbers to start. 7 MEMBER LAMARE: I think we should for purposes of surveying. 8 MEMBER NICKEY: Now that everybody has five telephone numbers. 9 MEMBER LAMARE: Yes, it's a tough thing and they change a lot, 10 but I think if we're going to be successful surveying 11 consumers about their experience with Smog Check and 12 especially failed vehicle owners, we really need to 13 recommend that the State collect a phone number for each 14 vehicle registration when the registration is due. 15 CHAIR WEISSER: Well, that's a recommendation being made by one 16 of our Committee Members and if - who's on the subcommittee 17 that's going to work on this one? Jeffrey and -18 MR. CARLISLE: Jeffrey and who else? 19 MEMBER WILLIAMS: I don't know, I think it's Gideon. 20 MEMBER LAMARE: Gideon. MR. CARLISLE: Actually, I do know who else. It's Gideon. 21 CHAIR WEISSER: Okay. Well, particularly since he's not here. 22 23 And if you want to incorporate that recommendation that Jude 24 just made, please do. I will tell you that it will be a

subject for considerable discussion, but that's cool.

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1 That's what we're here for. MEMBER LAMARE: Privacy issues? 2 3 CHAIR WEISSER: Yes, I'm quite serious about what I said. 4 just really annoyed about the politicians getting an 5 exemption from the Do Not Call process. Robert? 6 MEMBER PEARMAN: Is the term avoidable pollution a term in the 7 industry, because every pollution is avoidable to some 8 It's a nice term, but do people know what it respect. 9 means? 10 MEMBER LAMARE: What page are you on? 11 MEMBER PEARMAN: It's mentioned three times on Page 2-23 and 12 with no real explanation. 13 CHAIR WEISSER: I think it's pretty explanatory. It is pretty 14 descriptive. It's pollution that if you followed the rules, 15 we would easily avoid. 16 MEMBER PEARMAN: Easily avoid, okay. And what kind is that is -17 CHAIR WEISSER: There is pollution that occurs even if you do 18 follow the rules just because the nature of the technology 19 isn't perfect. But this is -20 MEMBER LAMARE: I've never heard this term avoidable. 21 CHAIR WEISSER: No, it's never been, but what do you want to 22 call it? Is there another phrase? Procrastinating 23 pollution. We'll charge the subcommittee for coming up with 24 a term of art that satisfies the Committee Members.

already have satisfied the Chair.

Jude?

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MEMBER LAMARE: Now, when we talk about avoidable pollution, are
we talking about vehicles that went through a change of
ownership Smog Check, failed the Smog Check, were not sold,
were not fixed, and we're calling that avoidable, because
those people have a legal right to their vehicles for two
years.

MR. CARLISLE: They came up an annual registration. They came up for a biannual registration in an enhanced area and they didn't complete, for whatever reason, they never got a passing smog. They failed the first smog, but didn't get a passing smog, yet they got their registration.

MEMBER LAMARE: How did - how -

MR. CARLISLE: So while we could argue that there are reasons to bypass that feature at DMV, I would be hard pressed to believe 1.31 percent would be bypassed.

MEMBER WILLIAMS: That's bizarre.

MR. CARLISLE: Yes and I'm sure it's not.

MEMBER NICKEY: It also gives a really low level person an authority that I don't have even in actually performing the test.

MR. CARLISLE: Well, I think, like Bruce mentioned before, there would reasons. If you had a print-out - it has happened I the past where they've presented a print-out with a valid number and everything and for whatever reason it got lost in the transfer between MCI and the Department of Motor

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2 CHAIR WEISSER: That's a one in 20,000th type thing.

3 MR. CARLISLE: Oh, absolutely.

||CHAIR WEISSER: It's not a one in a 100 thing.

5 | MR. CARLISLE: Right. I agree.

MEMBER LAMARE: I'm just - on Page 2-23 when you talk about the

results of the last Smog Check inspection for these

vehicles, I -

9 | CHAIR WEISSER: Where?

10 | MEMBER LAMARE: On Page 2-23.

11 | CHAIR WEISSER: Yes.

12 | MEMBER LAMARE: At the top of the page.

13 || CHAIR WEISSER: Oh, okay.

14 | MEMBER LAMARE: The more particular concern is the information

about the results of the last Smog Check inspection for

these vehicles. Are you including change of ownership

inspection there?

||MR. CARLISLE: No.

19 | MEMBER LAMARE: Because two paragraphs down it says how can this

be? As noted above, the main reason for this appears to be

that vehicles failing the change of ownership inspection can

be driven for up to two years without repairs.

23 | CHAIR WEISSER: I have the same question.

24 MR. CARLISLE: Wait a minute.

|| MEMBER LAMARE: So -

- CHAIR WEISSER: But that first introductory paragraph, the more particular concern, I don't think really show us why we should be concerned.
- MR. CARLISLE: Where's Steve? Thank you very much.
- 5 | MR. GOULD: It does (inaudible) -
- 6 MR. CARLISLE: Okay. It does.

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- MEMBER LAMARE: Well, I don't see that as an avoidable

 pollution, Steve. Those folks have a car, they think

 they're going to sell it, they take it to smog, it doesn't

 pass, they say well I can't sell it now. They why should

 they then be required to go and repair those cars? I don't

 get it.
 - MR. GOULD: The recommendation is to change the definition of what is avoidable or to change the definition of what the obligation of a person is after he's failed the test.
- 16 CHAIR WEISSER: So you were -
- 17 | MR. GOULD: That's the heart of the recommendation.
- 18 | MR. CARLISLE: Right.
- CHAIR WEISSER: Your recommendation would be that if you take a

 Smog Check for whatever purpose and it fails, you must fix

 your car.
 - MR. GOULD: And that applies to the people who were in the biennial process that Jeff described today and it applies to people who do a change of ownership. We know it fails and why do we want that car on the road? The government knows

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that it failed, the owner knows that it failed. It doesn't need an additional inspection. There are no additional repair costs because the vehicle's going to have to be fixed eventually anyway. And so why do we tolerate the pollution which is apparently substantial?

CHAIR WEISSER: Good question. Hang on. Roger?

MEMBER NICKEY: Roger Nickey. Well, then, that sounds to me like you're a candidate for a pretest. Now what's going to happen with pretests? The vehicle fails a pretest, does it fall in the same category or is the pretest a free one? MR. GOULD: I think you're correct. There are going to be ways to avoid this. If a vehicle seems like it's going to fail, you can abort the test.

MEMBER NICKEY: You can't abort the test. If you anticipate a failure, BAR will come out and visit you.

MR. GOULD: Well, that's correct, but allegedly it is done, but again, I think this is an \$800 million program. This is a no-cost item and it does have some pollution benefits. I haven't been able to measure them, I haven't been able to estimate them, but they're free.

CHAIR WEISSER: I need to think this through, but some concern rises up in me regarding we want to provide an incentive for people getting their cars smogged regularly, in fact, even early. And this might work. I'm wondering if - I'm fearful this might work in counter to that, your suggestion.

1 MR. CARLISLE: Well, another option would be to fold in 2 Jeffrey's recommendation where he was suggesting, for 3 example, and annual inspection for these ones that are so 4 Maybe you could apply the same thing to the change of 5 ownership that fails to follow through with a subsequent 6 repair. 7 I'm interested in that. CHAIR WEISSER: Roger? MEMBER NICKEY: I think annual inspection would fold a lot of 8 9

this all into one place, especially with the older vehicles. Now you're only dealing with nine months. In order words, I just had my smog inspection, I can use it for 90 days, now it's 120 days and I want to sell it, and it's only been 120 days since my last smog inspection, not a year and 120 days. So that would reduce the number of failures since the last smog inspection for transfer. I think that's a good argument for annual inspections of older vehicles.

CHAIR WEISSER: Who's your subcommittee on this, chief?

MEMBER NICKEY: Jeff and Gideon.

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MR. CARLISLE: No, this was the program avoidance issue. Let's see. Gideon and Tyrone. Their both gone, perfect.

CHAIR WEISSER: Okay. Who is interested in this issue? Are you interested?

MALE: Yes. I have also a comment.

|| CHAIR WEISSER: What's your comment?

MALE: I guess the supposition would be if you're selling a car

and it doesn't pass, you'll keep it.

CHAIR WEISSER: Some will get it fixed, some will keep it, right?

MALE: Many will just sell the car anyway because many private sales, even though the seller is responsible, many private sales -

CHAIR WEISSER: They never reregister.

The seller says no to the buyer, it's your responsibility. The buyer gets a car with a sticker that's good for six or seven months. Just keep driving it. On a change of ownership, there's no cost limit. You have to fix it. For some people, you go out and you buy a car for \$1,000, \$1,500, \$2,000, and all of a sudden you find out it's going to cost you \$500 or \$600 to fix it. You say the hell with it, I'm just going to keep driving this until the tags expire.

MEMBER NICKEY: And there's only a very small penalty for late transfer.

MALE: Right. And if you never transfer, you just keep waiting until the tags and park it out back. There's no penalty unless you get caught and the police are not real diligent about pulling you over to check your registration if you have a valid tag. I think we actually have a lot of vehicles out there that may be running around that fail the Smog and just keep driving.

- 1 | MEMBER NICKEY: Well, if there's going to be a committee that
- 2 has anything to do with annual testing, I'd like to be on
- 3 || it.
- 4 | CHAIR WEISSER: So moved. So where should we put it, Gideon and
- 5 | Roger? So this new subcommittee is Gideon and Roger.
- 6 MR. CARLISLE: Okay. That -
- 7 | CHAIR WEISSER: Gideon is never going to leave the meeting early
- 8 | again.
- 9 | MEMBER NICKEY: What is this subcommittee going to be called?
- 10 | CHAIR WEISSER: Rocky?
- 11 | MR. CARLISLE: Well, it was -
- 12 | CHAIR WEISSER: Program avoidance.
- 13 MR. CARLISLE: program avoidance -
- 14 | CHAIR WEISSER: Yes.
- 15 | MR. CARLISLE: but -
- 16 | CHAIR WEISSER: It still is. I mean, isn't it program
- avoidance?
- 18 | MR. CARLISLE: It is program avoidance, but if we do this then
- we lose our data analyst here.
- 20 | CHAIR WEISSER: The analyst is available for consulting purposes
- 21 | with one no more than one -
- 22 MR. CARLISLE: Right.
- 23 | CHAIR WEISSER: Committee Member at a time.
- 24 MR. CARLISLE: We'll have feedback. That'll work.
- 25 | MEMBER LAMARE: Well with staff.

CHAIR WEISSER: Well with the staff. You can't - Roger, no more than two Committee Members can meet at the same time.

MEMBER NICKEY: Right, I understand.

CHAIR WEISSER: Okay. Anything further on this item?

MR. CARLISLE: No, sir.

CHAIR WEISSER: And then we have the extraordinarily wellcrafted section three, which is, I think, directly lifted
from our prior report; is that correct?

MR. CARLISLE: Yes.

||CHAIR WEISSER: So -

MEMBER WILLIAMS: Let's not edit it.

CHAIR WEISSER: I'm really comfortable with it, although there is one little funny - we do talk about the IMRC is going to be doing that and it's in this report, so you'll have to work around with that. Should we talk at all about the Horton letter? Anything more that we need to talk about regarding that and how we're going to build that into a section on directed vehicles and the work that Jeffrey's done? Are you comfortable you have enough direction on that?

MR. CARLISLE: I think so.

CHAIR WEISSER: All right. Are there any further comments on

the report from a high level - organizational level? It is

kind of a report to the legislature of some of the

conclusions that we've reached in our discussions of this

past year, year and a half, and it will give the legislature and others a sense of some of the work that we've been doing that right now might not be in the form of - lead to recommendations, but it might lead to recommendations. I'm comfortable and I'm complimentary to the work that you two guys have done.

MR. CARLISLE: Yes, I can't thank Steve Gould enough because he's worked a lot on this as well.

CHAIR WEISSER: Robert?

MEMBER PEARMAN: Just what was planned in terms of comments and what do you plan to exclude?

CHAIR WEISSER: In terms of what?

MR. CARLISLE: The comments, yes. That was a hot button issue last time.

CHAIR WEISSER: I'm missing something.

MR. CARLISLE: Public comments. What I would suggest is that we kind of recap the comments in the report, but make it if somebody wants a complete copy of all the comments, we make it available on request.

MEMBER PEARMAN: Well, these will be comments to this draft report or comments over the year from people -

MR. CARLISLE: No, these would be comments to this draft report.

Once the Committee is satisfied that it's ready for public review, we'll send it out like we did last time, take the comments, we'll recap them and put them in this report.

CHAIR WEISSER: Who would like to serve on the censorship committee? I refuse to.

MR. CARLISLE: No, I wasn't suggesting censor them. What I'm suggesting is maybe we don't need as much paper and what not as we did last time, because they took a significant portion of the report.

CHAIR WEISSER: I'm still looking for volunteers for the redacting committee to work with Rocky. All right. John?

MEMBER HISSERICH: Sure.

CHAIR WEISSER: Thank you. And seriously, this is not an unimportant thing. Yes, sir?

MEMBER HISSERICH: And what do you see as our timeline of actually - I guess there'd be a point where we'd get a draft out because then you look for comments back and then we finalize the whole package. What's the timeline you see?

CHAIR WEISSER: Let's just play - let's try to work it out right now. You can probably take a month, Rocky, to work with the Committee, the subcommittees to come up another draft. You should be targeting having another draft ready as a work in progress to this Committee for our July meeting. In other words, something that's not out for public review.

MR. CARLISLE: Correct.

CHAIR WEISSER: We then, at that meeting, will do the very painful process of working through the report until we get basically approval or approval enough so that final editing

1 is delegated by the Committee to Rocky and me and then it 2 goes out for public comment. I think at best we might be 3 able to get something out in the August timeframe, at best. 4 Then we have a - what's the required period of review, 5 Rocky? 6 MR. CARLISLE: Thirty days. 7 Thirty days. So that's September, then you have CHAIR WEISSER: 8 a September meeting where you discuss whether the public has 9 come up with some good ideas or not and you make a decision 10 on modifying the report or just putting the good 11 housekeeping stamp of approval on it. 12 MR. CARLISLE: Right. 13 CHAIR WEISSER: One question is if you modify the report, do 14 have to go through another public review cycle? Please say 15 no. 16 MR. CARLISLE: No. 17 CHAIR WEISSER: Find out if that's true. 18 MR. CARLISLE: I will. 19 CHAIR WEISSER: If you do, we're out there. So we're talking -20 MEMBER LAMARE: Recess. 21 We just described an optimal schedule. CHAIR WEISSER: 22 we'll be in the holiday season if all goes well. 23 Rocky wants to just go on the floor and cry, but that's the

MR. CARLISLE: That's realistic and I think we may be able to

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reality.

meet the October timeframe if things go well. What I will try to do is at least three or four days before the next meeting is just to get everybody another draft copy.

CHAIR WEISSER: I would so urge you to do that. It's so important for us, everyone, to go through this with a fine-tooth comb -

MR. CARLISLE: Right.

CHAIR WEISSER: So that at least in the meeting you can raise your major issues and then after the meeting, you'll leave with Rocky your marked-up version and then he -

MR. CARLISLE: Right. The other thing I would suggest is this be the only topic on the meeting.

CHAIR WEISSER: I would vote for that or recommend that that also be the case.

MEMBER LAMARE: So boring.

CHAIR WEISSER: It is boring, but what are you going to do? Are there other subjects that people would like to put on the agenda that might spice it up a little so we can keep Ms.

Lamare's attention? Does Ms. Lamare have a subject that she'd like to bring forward like -

MR. CARLISLE: Well, if anybody goes on vacation, maybe they can bring slides, who knows.

CHAIR WEISSER: It's painful. I almost wish that the next

meeting we could hold in a facility where we had just a

round table and we could work as a committee and just try to

edit it. We don't need to be up on -

MR. CARLISLE: You still have to have public attendance.

CHAIR WEISSER: So, they could have seats in the -

MR. CARLISLE: I'll see what's available.

CHAIR WEISSER: If we're editing, it's not a big deal, but I agree, Jude. It will not be the most exciting event of our lives, but we've got to get this thing done.

MR. CARLISLE: Yes, we do.

CHAIR WEISSER: Rocky, if you want to move this study faster,
there's nothing that would preclude us from changing our
meeting schedule to have multiple meetings if people can
make it or subcommittees or groups of us, four or five
meeting at one time, as long as they're noticed and there's
an opportunity for the public to sit in.

MR. CARLISLE: Right.

CHAIR WEISSER: If you're concerned about the timing of this.

Jude, I don't know what your thoughts are. I think it is

important to get these recommendations out to the legislation during the recess. Frankly, as long as something gets out by November, we're okay, because nothing is going to happen between August and November. You've got an election year. All right.

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We'll now open up the discussion for public comments on this subject that we just spent an hour and a half on or anything

the public would like to speak on. So we'll ask Mr. Ward to approach the podium. Randy, avail yourself to these disinfectant wipes if you have concerns regarding disease, as you should.

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Mr. Chair and Members, Randall Ward, California Emission Testing Industries Association. I have, I think, some very serious concerns that I'd like you to take equally seriously about your approach to the test-only, test-andrepair issue. I don't think that Dr. Williams and I disagreed on any of the aspects of his work that he has done and I don't there was one aspect of his work that he would not issue a disclaimer to say that this is certainly not conclusive. It is not something that he could make a firm recommendation that would certainly give you the clarification that you'd need at trying to make a determination as to whether test-only was better than testand-repair or vice versa. He was bringing information, it was preliminary. I think what he did is heard comments. asked, in most cases, it raised more questions than it answered, which was good. I think it was a healthy discussion, but let me tell you the problem. And, Vic, this is certainly not a problem that escapes you. appears in draft or in writing from a public committee, it all of a sudden has some kind of officialdom and it is used as something that all of a sudden has been received from the

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Your Member - a Member here who is not here today, one of your Members, used Dr. Williams' work and represented himself as a Member of this Committee to the point where at least from my perspective, and it's fair to say from my perspective, basically represented the Committee in saying that Dr. Williams' work was far more conclusive than it was on his testimony to AB578. And so I'm saying this has potentially profound consequences, so when you discuss the issue of making a recommendation, I think making a recommendation is fair if you're comfortable in making a recommendation. But to put information out there that says this is preliminary work, so it may be helpful in the legislature's digestion of the issue, I think is really troubling and it's potentially catastrophic. Okay, I think right now with regard to this issue, you have a study that is going on with Sierra Research and the Bureau and the ARB that all of you had adequate time to comment and see about the input or provide input to, and they had that testimony in front of this Committee to take both your and the public's input and that issue - they're looking at the issue very hard of, not only durability of repair, but its relationship, i.e., the air quality benefits, to the method of Smog Check that we have in the State, i.e., the separation of the test from the repair for certain vehicles. So I would ask you to be very, very cautious.

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potentially profound economic consequences and consequences that you may not guess would occur. I also need to say something else with regard to performance, Mr. Chair - I think the Committee - and I recognize for once I'm going to ask to go over three minutes, which I never do. The issue of performance is something that I spent a substantial amount of time on with, again your Member, and his representatives who are not here today. And this was a direct request of member of the legislature, not only the author of AB578, but other important members in the Senate that are particularly concerned about the issue. We spent the last - since last October going through the issue of performance and I will tell you I am the only one that put anything on the table. Now this is after a hearing where the proponents and sponsors of AB578 talked about a performance-based system, which everybody thought, oh, that's great. We should have a performance-based system. If that's how you get vehicles, directed or otherwise, and that's going to be a boon to your economic well-being, that's what we ought to do. I didn't hear one thing from them about how you do it. Not one. It wasn't on paper and it wasn't oral. I heard it expressed as this beautiful theory, but I never heard one item of performance. the only one that came up with anything. Now I'm not saying I'm a genius, but I had more than an idea on it.

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think that's important, too. My idea had to do with a method of ranking performance that was based on the statistics that the BAR has every year and, as a side note, if you try to compare test-and-repair and test-only, you're not going to get direct comparison. The other thing is fail rate is only one minor measure of performance. So then how do you try to compare performance? Well, as you mentioned, Mr. Chair, it's very, very difficult. But the thought I had, and it was just a thought, I don't have a corner of creativity here, was Norm Cavell's long recommended notion that the Bureau begin to use a mutual settlement agreement process like every air district does in the State and like the Air Resources Board does. A mutual settlement agreement process frees up resources, frees up staff time because you're not going to court, saves the industry money. industry has worked on it with the Bureau and everybody embraces the concept and it makes enforcement a lot easier, but it also gives you a very adequate record. So at the end of the year you can see, specifically from a statistical perspective, what the regulatory cycle looked like. spent two meetings on enforcement going back to 2003 and it was clear on the part of this Committee that they needed to spend more time on it. Well, you've not been able to do that and I understand you were precluded from doing that as a result of a lot of your other endeavors. But let's talk

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about performance here. You've got 7,000 stations plus conducting Smog Checks, maybe 8,000. Okay, 2,000 of which are pretty important, Gold Shield and test-only. What's the regulatory cycle? Do we know how often they're being inspected? Do we know what the percent of stations out there that are having enforcement actions, either serious or less serious taken against them? We don't know those things because they haven't been discussed here. And the Bureau doesn't talk about them. Maybe if you ask them, they would. But I would say that prior to try to doing anything on performance, we probably ought to have a pretty good understanding of what's going on in enforcement. What kind of problems are - the ease of entry into this mark is absolutely incredible. Two hundred bucks and you can get a license. Do you realize that Senator Spear got a license to go into the Smog Check business? Okay? True statement.

CHAIR WEISSER: This is after she couldn't get into the lieutenant governor's business?

MR. WARD: This is prior to the election, much prior to the election. But I'm just saying the ease of entry is \$200 to get into this business.

MEMBER LAMARE: Do more on enforcement. Thank you, Randy.

CHAIR WEISSER: I'm - you know, Randy, you -

MR. WARD: I mean that's - if you want to talk about emissions benefits, there's a whole lot of people in this business

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to think about the statistics relative to enforcement -10

CHAIR WEISSER: You're - you're -

MR. WARD: - that relate to performance that have a direct impact on air quality.

I'll say that your first three minutes, I CHAIR WEISSER: thought you did a pretty compelling argument, Randy, on the care that we need to exercise in coming forward with even preliminary data. All the data we've seen varies rather remarkably. You, I think, justifiably and rightfully, warned us sort of unintended impacts that preliminary information, as you characterize it, might have. But I'm less certain five minutes about what you really were wanting. But I've kind of figured a way that might spice up the next meeting to attract Jude's participation and that would be - and I'm just tossing this out - it might be interesting to get a 10-minute or 15-minute presentation by the two principal stakeholder groups, interest groups, on

that probably shouldn't be there. There's a whole lot that

are effected negatively in the marketplace as a result of

resources and I'm not saying the Bureau isn't doing their

those that shouldn't be there. The Bureau has limited

consequence, it certainly has a profound impact on the

emissions benefits that we're banking from this program.

just think - I hope I've given you enough of a kernel here

damnedest to maximize the use of those resources.

where they see this program going. What we should do is come up with a list of issues that we'd like them to talk about for 10 or 15 minutes. One of them being issues like station performance, directed vehicles, enforcement, what suggestions they have. I don't know. What do you guys think?

MR. WARD: I'm not sure how productive that would be.

CHAIR WEISSER: I don't mean a he said/she said kind of thing.

You have been having conversation - we have been having conversations on enforcement. You just raised a number of issues, enforcement, barriers to entry.

MEMBER LAMARE: We bracketed it while the enforcement monitor came in.

MR. WARD: Who, in my estimation, treated the issue very casually and really did not pay attention to the stakeholders within the context of putting his own plan together. That's my opinion. I think it's others' opinion that are in the industry as well. I think it would be echoed by literally every one of the interest groups that you're familiar with. I think that there is ample opportunity for discussion. All I'm saying is I don't disagree with your notion that performance is a way to look at something. I'm saying it's much harder done than it is said and I spent the last eight to ten months working on performance and tried to get someone else to react to it.

had no disagreement with anything that I said or put on paper, which was simply a white paper for talking purposes, but it would potential serve as the basis for some legislation, which was the direction the legislature gave to me.

CHAIR WEISSER: And you received no response?

MR. WARD: And I received nothing in comment. Did Rocky send you the letters?

CHAIR WEISSER: I have no idea what you're talking about.

MR. WARD: Okay. Well, I think the letters will speak for themselves and Rocky's welcome to provide both letters to the Committee because they're public information as far as I'm concerned. The letters speak to the principle interest group that I was working with and their ability to be able to pursue something legislatively and my response to the action of their Board, my Board's response through me to the action of their Board. I think it's particularly enlightening. In any event -

CHAIR WEISSER: Excuse me. Thank you.

MR. WARD: - you've indulged me -

CHAIR WEISSER: Robert?

MR. PEARMAN: Actually, Rocky and I had spoke about having the enforcement monitor update so to speak sooner rather than later, so I guess my view would be rather than having just presentations by competing industries groups to maybe have

something that dealt with say enforcement or an enforcement update and that could be a vehicle for those groups and others to speak up when there's perspectives on that one topic.

MR. CARLISLE: Mr. Chairman, if I may.

CHAIR WEISSER: Yes.

MR. CARLISLE: Something we've put together, I just haven't presented it yet, is I've been tracking the enforcement actions by the Bureau of Automotive Repair. These are citations issued to shops. We've categorized those and maybe we can just fold that into a very brief presentation next month as well.

CHAIR WEISSER: I guess I want to get a better sense of what's the problem. And I was really listening, Randy, and I didn't get it.

MR. WARD: Okay.

CHAIR WEISSER: What I've heard in the past are allegations and anecdotal descriptions of misbehavior and that sort of stuff, but you know -

MR. WARD: It's not misbehavior here. All I'm saying is, you and I have been around the regulatory environment enough to know that you have a regulatory cycle and you know who you're regulating and how often and what portions of those that regulated environment you're hitting. I've never seen a schedule in front of this Committee. I don't recall it, I

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may have missed it. I've never seen, of that schedule, how many of those that are being regulated that have been inspected or visited are receiving violations. that you could visualize this enforcement program, say they're on a regulatory cycle, this percent of that industry is subject to violations and citations, etcetera, what it means in terms of overall air quality. Certainly, you're trying to gain performance here so that they're meeting their obligation under the law which is producing an emissions benefit. Fair enough? Okay. And I think that is something that you logically have an interest in, so you were talking about efficiencies, such as what Dr. Williams had worked on. What is the cost of having someone exceed the 90 days prior to a repair in an emissions benefit? Well, what's the cost to someone who's not operating properly, who's doing things they shouldn't be otherwise doing, maybe issued a citation for something that's compromising - has compromised air quality for who knows how We don't know what that cycle is. And I'm not saying long. the Bureau isn't doing their damnedest. They may be strained, like every other State agency is, due to resource problems, I don't know. But I think it certainly would be worthwhile for this Committee to find out because I think it has a profound impact on the subject that you were bringing up, which was performance. How do you somehow determine

who's performing? What kind of environment do you have that is stimulating good performance as opposed to bad? What motivation is there or isn't there? What kind of threat does the industry feel the BAR is to their performance?

CHAIR WEISSER: Thank you, Randy.

MR. WARD: Thank you.

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I actually had a question for him. Well, in relation to MALE: this, of the translating of the anecdotal information into data, I'm saying that we would rely on you to do it, but I became aware that through the enforcement side because I was a participant in an enforcement action against a firm, two firms, that were interlocking, a test-only and a test-andrepair that were moving vehicles back and forth illegally and doing stuff like that, and the investigators that I was accompanying in this venture told me that there are a lot of similar kinds of operations going on. It takes a long time to investigate them and to put together cases, but it would interesting - and I do follow in the BAR documents that I get the enforcement actions as we probably all do, but it would be really interesting to get some sense of how much of this kind of thing is going on. When you say that for \$200 you can go in the business, I'm aware that there are transient operations. I see them in the neighborhood. They're there for it looks like three weeks and then they're What is that and who tracks that sort of thing

because something's going on there.

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MR. WARD: You mentioned a hot button, the nepotistic relationship between a test-only and test-and-repair.

MALE: And that was what was in this case.

And there are numerous examples of that. licensing issue if there's a nepotistic relationship. other words, brother-in-law kind of a game. Well, what they have to be able to do in the Bureau is produce some evidence of a financial relationship between the two. I have not heard an instance where that's possible. Have not heard of an instance because they don't look at tax records, they don't look at bank accounts, so how do you prove it? think these are good questions. If the BAR has frustrations with the licensing process and feels that they're hamstrung because of existing law in being able to do what they consider to be a worthwhile job in the licensing endeavor, they ought to tell you. You can put this with a recommendation in your report and say there needs to be something that gives them the ability to prove there's -CHAIR WEISSER: Okay. I want to bring this portion of the discussion to a close and I want to thank for your passionate and informative remarks, but we have ten minutes before we have to vacate this room. I want to make sure other members of the public have an opportunity to address the Committee. I will have a discussion with the Executive

Officer of the Committee. My sense is that our next meeting the must have portion of that meeting is review of this draft report and that after we have spent time enough to bore us, but sufficient time for us to know we are ready to take the next step which is the final editing step where all the committee members have had a chance to give their thoughts on each of the new sections that they will be reading and the revised sections that they will be reading. At that point in time, I would like to request at our next meeting a report from the enforcement monitor on issues that the enforcement monitor believes are present in the program, broad stroke overview and I would like the principle interest groups to be ready to give us their two cents on those issues in terms of outlining specifically areas that they think might be worthy of the Committee's investigation in our next cycle of reports. I am particularly interested in getting a sense from BAR as to where they think this Committee might be helpful both in terms of any sort of help we might be able to obtaining additional resources if needed or legislative authority if needed or anything else you think we might be able to be helpful at. And we'll leave it So goal one in this next meeting is the report. at that. Only after we have gone through that report and so we are comfortable are we going to move to this but I want both the agency and the interest group and you better communicate

this to whomever runs the interest group to be ready to give us their two cents on this issue. Randy, you did a very nice job. We'll go to Mr. Peters now.

MR. PETERS: Mr. Chairman and Committee. I am Charlie Peters Clean Air Performance Professionals representing a special
interest group - mothers. We have discussed these kinds of
issues to a point where I am sure I'm about ready to make
you all throw up, but I am going to continue to do so
because I think they are really important and I appreciate
that some of this stuff is beginning to be discussed and I
think it's really exciting. Just as a point (audio blank)

MALE: -if I don't mention that once again, that would be interesting, it probably won't ever get done. I'm not sure it's going to be for July, but better start saying right now to hear it sometime in this calendar year.

CHAIR WEISSER: Would you-

MALE: I think it' a crucial subject and we might as well hear about it-

CHAIR WEISSER: I think a number of us would have a particular interest in that. Thank you. So would you chat, Mr.

MS. LAMARE: Move to adjourn.

Carlisle with ARB?

CHAIR WEISSER: Are there any further comments? Hearing none -

do we need a motion to adjourn?

MS. LAMARE: Move to adjourn.

CHAIR WEISSER: I hear a motion to the right by Ms. Lamare. Is
there a second? Seconded by everyone on the Committee. All
in favor signify by saying aye. Opposed no, we're
adjourned.

- MEETING ADJOURNED -

TRANSCRIBER'S CERTIFICATION

This is to certify that I, TERRI O'BRIEN, transcribed the tape-recorded public meeting of the Bureau of Automotive Repair dated June 27, 2006; that the pages numbered 1 through 175 constitute said transcript; that the same is a complete and accurate transcription of the aforesaid to the best of my ability.

Dated July 10, 2006.

Terri O'Brien, Transcriber Foothill Transcription